### 1986

# THE PARLIAMENT OF THE COMMONWEALTH OF AUSTRALIA

## HOUSE OF REPRESENTATIVES

# MEAT CHICKEN LEVY AMENDMENT BILL 1986

## EXPLANATORY MEMORANDUM

(Circulated by authority of the Minister for Primary Industry, the Hon John Kerin, MP)

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#### OUTLINE

#### MEAT CHICKEN LEVY AMENDMENT BILL 1986

The Meat Chicken Levy Amendment Bill 1986, proposes an increase in the maximum rate of levy which can be applied for meat chicken research purposes in accordance with the provisions of the Chicken Meat Research Act 1969.

The Bill proposes an increase in the maximum rate of levy to be applied for meat chickens research from one quarter of a cent to one cent per meat chicken hatched. This will increase the maximum rate to about 0.5% of the industry's current Gross Value of Production (GVP). The operative, or actual, levy rate remains unchanged and will not be affected by this amendment.

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The Government stated in February 1985 its policy of encouraging industries to increase their contributions to research to 0.5 per cent of GVP within 5 years, and that the Commonwealth will match the industry contribution to that level of expenditure. This amendment is consistent with those objectives.

This amendment will facilitate action on any request by the industry for an operative rate increase, made by Regulation, and avoid delays caused by the pressure of legislative business in the Parliament at the time the request is made.

No additional budgetary outlays will result from the amendment itself. However, the Bill would enable the Government to agree to an industry request for an operative rate increase above the current maximum, which would then generate additional budgetary outlays. The current operative rate is 0.1 cents per chicken hatched.

## MEAT CHICKEN LEVY AMENDMENT BILL 1986

### NOTES ON CLAUSES

## NO OF CLAUSES

### EXPLANATION

1. Sub-clause (1) provides for the Short Title of the Act to be the Meat Chicken Levy Amendment Act 1986.

Sub-clause (2) establishes that references to the Principal Act are references to the Meat Chicken Levy Act 1969.

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- Provides for the Bill to come into operation on the day of Royal Assent.
- Increases the maximum rate of levy allowable under the Act from one quarter of a cent per chicken hatched to one cent per chicken hatched.