

2021

The Parliament of the
Commonwealth of Australia

HOUSE OF REPRESENTATIVES

Presented and read a first time

**Excise Tariff Act (Fuel Excise Reduction)
Amendment Bill 2021
No. , 2021**

*GenericCerealHere MP
Written by GenericCerealHere & ThanksHeadMod*

**A Bill for an Act to amend the *Excise Tariff Act 1921* to
reduce the fuel excise tax, and for related purposes.**

A Bill for an Act to amend the *Excise Tariff Act 1921* to reduce the fuel excise tax, and for related purposes.

The Parliament of Australia enacts:

Part 1—Preliminary

1 Short title

This Act may be cited as the *Excise Tariff Act (Fuel Excise Reduction) Amendment Act 2021*.

2 Commencement

- (1) Each provision of this Act specified in column 1 of the table commences, or is taken to have commenced, in accordance with column 2 of the table. Any other statement in column 2 has effect according to its terms.

Commencement information		
Column 1	Column 2	Column 3
Provision(s)	Commencement	Date/Details
1. The whole of this Act	The latter of: (a) The day this Act receives Royal Assent; or (b) The day this Act is assented to by the President.	

Note: This table relates only to the provisions of this Act as originally enacted. It will not be amended to deal with any later amendments of this Act.

- (2) Any information in column 3 of the table is not part of this Act. Information may be inserted in this column, or information in it may be edited, in any published version of this Act.

3 Schedules

Legislation that is specified in a Schedule to this Act is amended or repealed as set out in the applicable items in the Schedule concerned,

and any other item in a Schedule to this Act has effect according to its terms.

4 Crown to be bound

This Act binds the Crown and the Commonwealth in all its capacities.

5 Objects of this Act

The objects of this Act are:

- (a) to reduce the overall cost of fuel for Australians;
- (b) to bolster Australian oil production and fuel refineries; and
- (c) reduce the fuel excise tax.

Schedule 1—Amendments to the Excise Tariff Act 1921

Excise Tariff Act 1921

1 The table in the Schedule

The items of the table in Schedule 1 listed in the following table are amended as set out in the table.

Amendments relating to fuel exercise duties

Item	Table item	Omit	Substitute
1	Subitem 10.1, Column 2	\$0.386 per litre	\$0.193 per litre
2	Subitem 10.2, Column 2	\$0.386 per litre	\$0.193 per litre
3	Subitem 10.5, Column 2	\$0.386 per litre	\$0.193 per litre
4	Subitem 10.6, Column 2	\$0.03556 per litre	\$0.03 per litre
5	Subitem 10.10, Column 2	\$0.386 per litre	\$0.45 per litre
6	Subitem 10.15, Column 2	\$0.386 per litre	\$0.45 per litre

7	Subitem 10.16, Column 2	\$0.386 per litre	\$0.45 per litre
8	Subitem 10.17, Column 2	\$0.03556 per litre	\$0.03 per litre
9	Subitem 10.18, Column 2	\$0.386 per litre	\$0.3 per litre
10	Subitem 10.19A, Column 2	\$0.125 per litre	\$0.1 per litre
11	Subitem 10.19B, Column 2	\$0.2613 per kilogram	\$0.28 per kilogram
12	Subitem 10.19C, Column 2	\$0.2613 per kilogram	\$0.28 per kilogram
13	Subitem 10.25, Column 2	\$0.386 per litre	\$0.35per litre
14	Subitem 10.26, Column 2	\$0.386 per litre	\$0.35 per litre
15	Subitem 10.28, Column 2	\$0.386 per litre	\$0.193 per litre

2 Subsection 6G(1)

Repeal the subsection, substitute:

- (1) Work out the duty payable under this Act on goods (the *blended goods*) that are classified to subitem 10.7, 10.12 or 10.30 of the Schedule as follows:

Method statement

Step 1. Add up the amount of duty that would, at the time the duty on the blended goods is payable, be payable on each constituent of the blended goods, that is classified to item 10 of the Schedule, if the constituent had not been included in the blended goods.

Step 2. Work out the volume, in litres, of the blended goods that is not attributable to those constituents or to water added to manufacture the blended goods.

Step 3. Multiply the result of step 2 by \$0.193.

Note: The rate set out in this step is indexed under section 6A.

Step 4. Total the results of steps 1 and 3.

Step 5. Subtract from the total any duty paid on a constituent of the blended goods that is classified to item 10 or 15 of the Schedule.

3 Subsection 6H(1)

Repeal the subsection, substitute:

- (1) For the purposes of subitem 10.20 of the Schedule, the rate of duty is the following rate rounded to 3 decimal places (rounding up if the next decimal place is 5 or more):

Rate for denatured ethanol for use as fuel in an internal combustion engine		
Item	For the financial year starting on:	the rate is the rate per litre equal to this percentage of the rate in subitem 10.5 of the Schedule:
1	1 July 2021	20%
5	1 July 2022	22.5%
6	1 July 2023	25%
7	1 July 2024	27.5%
8	1 July 2025	30.5%
9	1 July 2026	32.5%

10	1 July 2027	34%
11	1 July 2028	35.5%
12	1 July 2029	37%
13	1 July 2030	38.5%
14	1 July 2031	40%

4 Subsection 6J(1)

Repeal the subsection, substitute:

- (1) For the purposes of subitem 10.21 of the Schedule, the rate of duty is the following rate rounded to 3 decimal places (rounding up if the next decimal place is 5 or more):

Rate for biodiesel		
Item	For the financial year starting on:	the rate is the rate per litre equal to this percentage of the rate in subitem 10.10 of the Schedule:
1	1 July 2021	10%
5	1 July 2022	12.5%
6	1 July 2023	15%
7	1 July 2021	17.5%
8	1 July 2022	20%
9	1 July 2023	22.5%
10	1 July 2024	25%
11	1 July 2025	27.5%

12	1 July 2026	30%
13	1 July 2027	32.5%
14	1 July 2028	35%
15	1 July 2029	37.5%
16	1 July 2030	40%
