



# **Social Security and Other Legislation Amendment (Income Support Bonus) Act 2013**

**No. 5, 2013**

**An Act to amend the law relating to social security,  
farm household support and taxation, and for  
related purposes**

Note: An electronic version of this Act is available in ComLaw (<http://www.comlaw.gov.au/>)



---

## Contents

1	Short title .....	1
2	Commencement .....	2
3	Schedule(s) .....	2
<b>Schedule 1—Amendments</b>		<b>3</b>
Part 1—Main amendments		3
<i>Social Security Act 1991</i>		3
<i>Social Security (Administration) Act 1999</i>		6
Part 2—Consequential amendments		8
<i>Farm Household Support Act 1992</i>		8
<i>Income Tax Assessment Act 1997</i>		8
<i>Social Security Act 1991</i>		10
<i>Social Security (Administration) Act 1999</i>		10





# **Social Security and Other Legislation Amendment (Income Support Bonus) Act 2013**

**No. 5, 2013**

---

---

**An Act to amend the law relating to social security,  
farm household support and taxation, and for  
related purposes**

*[Assented to 5 March 2013]*

The Parliament of Australia enacts:

## **1 Short title**

This Act may be cited as the *Social Security and Other Legislation  
Amendment (Income Support Bonus) Act 2013*.

---

*Social Security and Other Legislation Amendment (Income Support Bonus) Act 2013 No. 5, 2013*

## **2 Commencement**

This Act commences on the day this Act receives the Royal Assent.

## **3 Schedule(s)**

Each Act that is specified in a Schedule to this Act is amended or repealed as set out in the applicable items in the Schedule concerned, and any other item in a Schedule to this Act has effect according to its terms.

## **Schedule 1—Amendments**

### **Part 1—Main amendments**

#### *Social Security Act 1991*

##### **1 Subsection 23(1)**

Insert:

*income support bonus* means income support bonus under section 919.

##### **2 Subsection 23(1)**

Insert:

*income support bonus test day* has the meaning given by section 919.

##### **3 After paragraph 23(4AA)(ab)**

Insert:

(ac) paragraph 919(1)(a);

##### **4 After Part 2.18A**

Insert:

### **Part 2.18B—Income support bonus**

#### **919 Qualification for an income support bonus**

*Qualification—social security payments*

- (1) A person is qualified for an income support bonus on an income support bonustest day if:
  - (a) the person is receiving one of the following payments in respect of that day:
    - (i) newstart allowance;
    - (ii) youth allowance;

**Schedule 1** Amendments  
**Part 1** Main amendments

---

- (iii) parenting payment;
- (iv) sickness allowance;
- (v) austudy payment;
- (vi) special benefit; and
- (b) if the person is receiving parenting payment, austudy payment or special benefit in respect of that day—the person is under pension age on that day.

Note: For *pension age* see section 23.

*Qualification—ABSTUDY payment and farm payments*

- (2) A person is qualified for an income support bonus on an income support bonustest day if:
  - (a) one of the following payments is payable to the person in respect of a period that includes that day:
    - (i) a payment under the ABSTUDY Scheme that includes an amount identified as living allowance;
    - (ii) exceptional circumstances relief payment under the *Farm Household Support Act 1992*;
    - (iii) transitional farm family payment under the program administered by the Commonwealth known as the Transitional Farm Family Payment program; and
  - (b) if a payment under the ABSTUDY Scheme that includes an amount identified as living allowance is payable to the person in respect of a period that includes that day—the person is under pension age on that day.

Note: For *pension age* see section 23.

*One income support bonus only in respect of an income support bonus test day*

- (3) A person cannot receive more than one income support bonus under this section in respect of an income support bonustest day, regardless of how many times the person qualifies under this section on that day.

*Definition*

- (4) In this Act:

*income support bonus test day* means:



- (a) 20 March 2013; and
- (b) 20 September 2013; and
- (c) each later 20 March; and
- (d) each later 20 September.

## 920 Amount of income support bonus

The amount of a person's income support bonus under section 919 is the amount, specified in column 2 of an item in the following table, that corresponds to the person's family situation, specified in column 1 of that item, on the income support bonus test day:

<b>Amount of income support bonus</b>		
<b>Item</b>	<b>Column 1 Person's family situation</b>	<b>Column 2 Amount</b>
1	Not a member of a couple	\$105
2	Member of a couple, not covered by item 3, 4 or 5	\$87.50
3	Member of illness separated couple	\$105
4	Member of respite care couple	\$105
5	Partnered (partner in gaol)	\$105

Note 1: For *member of a couple, illness separated couple, respite care couple* and *partnered (partner in gaol)* see section 4.

Note 2: The amounts specified are indexed twice a year in line with CPI increases (see sections 1190 to 1194).

## 921 Non-receipt of social security payment

- (1) This section applies for the purposes of a provision of this or another Act if:
  - (a) the provision provides a benefit (whether the benefit is a pension, benefit, payment, supplement or any other sort of benefit) if a person meets specified criteria; and
  - (b) one of the specified criteria is that the person is receiving a social security payment, or is a recipient of a social security payment.
- (2) For the purposes of the provision, a person is not taken to be receiving a social security payment, or to be a recipient of a social

security payment, merely because the person receives an income support bonus.

### 5 Section 1190 (at the end of the table)

Add:

<b>Income support bonus</b>			
71.	income support bonus	income support bonus	section 920—table—items 1, 2, 3, 4 and 5

### 6 Subsection 1191(1) (at the end of the table)

Add:

<b>Income support bonus</b>					
43.	income support bonus	(a) 20 March (b) 20 September	(a) December (b) June	highest June or December quarter before reference quarter (but not earlier than December quarter 2012)	\$0.10

### 7 At the end of section 1192

Add:

- (10) The first indexation of amounts under item 43 of the CPI Indexation Table in subsection 1191(1) is to take place on 20 September 2013.

### *Social Security (Administration) Act 1999*

### 8 After section 12K

Insert:

---

## **12L Income support bonus**

A claim is not required for an income support bonus.

## **9 Subsection 47(1) (at the end of the definition of *lump sum benefit*)**

Add:

; or (m) income support bonus.

## **10 After section 47DAA**

Insert:

### **47DAB Payment of income support bonus**

If a person is qualified for an income support bonus on an income support bonus test day, the Secretary must pay the bonus to the person in a single lump sum:

- (a) on the day that the Secretary considers to be the earliest day on which it is reasonably practicable for the bonus to be paid;  
and
- (b) in such manner as the Secretary considers appropriate.

## Part 2—Consequential amendments

### *Farm Household Support Act 1992*

#### **11 After subsection 24A(8)**

Insert:

*Income support bonus disregarded*

- (8A) To avoid doubt, in calculating a rate referred to in subsection (1), any income support bonus under the *Social Security Act 1991* is to be disregarded.

#### **12 After subsection 24AA(10)**

Insert:

*Income support bonus disregarded*

- (10A) To avoid doubt, in calculating a rate referred to in subsection (1), any income support bonus under the *Social Security Act 1991* is to be disregarded.

#### **13 At the end of section 24B**

Add:

- (6) To avoid doubt, in calculating a rate referred to in this section, any income support bonus under the *Social Security Act 1991* is to be disregarded.

### *Income Tax Assessment Act 1997*

#### **14 Section 11-15 (table item headed “social security or like payments”)**

After:

*Household Stimulus Package Act (No. 2) 2009,*  
payments under the scheme determined under  
Schedule 4 to the..... 52-165

insert:

income support bonus under the <i>Social Security Act 1991</i> .....	52-10
income support bonus under the scheme prepared under Part VII of the <i>Veterans' Entitlements Act 1986</i> .....	52-65
income support bonus under the scheme determined under section 258 of the <i>Military Rehabilitation and Compensation Act 2004</i> .....	52-114

**15 At the end of subsection 52-10(1) (before the note)**

Add:

; or (zc) income support bonus under the *Social Security Act 1991*.

**16 Before subsection 52-10(2)**

Insert:

(1M) Income support bonus under the *Social Security Act 1991* is exempt from income tax.

**17 After paragraph 52-65(1)(b)**

Insert:

(c) payments of income support bonus under the scheme prepared under Part VII (about educating veterans' children) of the *Veterans' Entitlements Act 1986*; or

**18 Before subsection 52-65(2)**

Insert:

(1K) Payments of income support bonus under the scheme prepared under Part VII (about educating veterans' children) of the *Veterans' Entitlements Act 1986* are exempt from income tax.

**19 Section 52-75 (after table item 5C)**

Insert:

5D	Income support bonus under Veterans' Children Education Scheme	Part VII	Not applicable
----	--	----------	----------------

**20 Section 52-114 (before table item 17)**

Insert:

16A	Income support bonus	Exempt	Not applicable
-----	----------------------	--------	----------------

under the education  
scheme for certain  
eligible young  
persons(section 258)

***Social Security Act 1991***

**21 Paragraph 1231(1AA)(b)**

Omit “or farmers hardship bonus”, substitute “, farmers hardship bonus  
or income support bonus”.

***Social Security (Administration) Act 1999***

**22 Section 123TC (after paragraph (e) of the definition of  
*category I welfare payment*)**

Insert:

(f) income support bonus; or

**23 Section 123TC (after paragraph (a) of the definition of  
*category Q welfare payment*)**

Insert:

(aa) income support bonus; or

---

[Minister’s second reading speech made in—  
House of Representatives on 29 November 2012  
Senate on 25 February 2013]