

## **WESTERN AUSTRALIAN FEBRUARY 2009 SUBMISSION**

### **CGC2008/08 INSURANCE TAX**

#### **Key Points**

- Western Australia supports the proposal to assess compulsory third party insurance and general and life insurance together.
- We support the Commission's proposed approach to assessing capacity.

#### **COMPULSORY THIRD PARTY (CTP) INSURANCE**

- On grounds of simplicity and materiality, we support the proposal to assess CTP and general and life insurance taxes together.

#### **CAPACITY**

- Western Australia supports the proposal to assess capacity using total insurance premiums less premium revenue from insurance not normally taxed by the States (i.e. employer's liability insurance and reinsurance premiums) and fire insurance levies (which are assessed under the Miscellaneous Revenue category).