The Senate

Standing Committee on Economics

Tax Laws Amendment (2007 Measures No. 2) Bill 2007 [Provisions]

May 2007

© Commonwealth of Australia 2007

ISBN 978-0-642-71790-0

Printed by the Senate Printing Unit, Parliament House, Canberra.

Senate Standing Committee on Economics

Members

Senator the Hon Michael Ronaldson, Chair Senator Ursula Stephens, Deputy Chair Senator Cory Bernardi Senator Grant Chapman Senator Annette Hurley Senator Barnaby Joyce Senator Andrew Murray Senator Ruth Webber Victoria, LP New South Wales, ALP South Australia, LP South Australia, LP South Australia, ALP Queensland, NATS Western Australia, AD Western Australia, ALP

Senator Allison to replace Senator Murray for the committee's inquiry into the provision of the Liquid Fuel Emergency Amendment Bill 2007

Secretariat

Mr Peter Hallahan, Secretary Ms Stephanie Holden, Senior Research Officer Dr Richard Grant, Senior Research Officer Ms Jenene James, Research Officer Mr Glenn Ryall, Estimates/Research Officer Ms Judith Wuest, Executive Assistant

PO Box 6100 Parliament House Canberra ACT 2600 Ph: 02 6277 3540 Fax: 02 6277 5719 E-mail: economics.sen@aph.gov.au Internet: http://www.aph.gov.au/senate/committee/economics_ctte/index.htm

TABLE OF CONTENTS

Membership of Committee	iii
Chapter 1	1
Introduction	
Background	1
Conduct of the inquiry	1
Structure of the report	1
Chapter 2	3
Provisions of the Tax Laws Amendment (2007 Measures No. 2) Bill 2007	
Schedule 1—Effective life provisions of mining rights	3
Schedule 2—Taxation of boating activities	4
Schedule 3—Expenditure on research and development activities	5
Schedules 4 and 5—Deductible gift recipients (DGRs)	7
Schedule 6—Deductions to contributions relating to fund-raising events	8
Schedule 7—Technical amendments and corrections	9
Schedule 8—Venture capital	10
Chapter 3	13
Issues in relation to Schedules 1, 2, 3 and 7	
Schedule 1—Effective life provisions for mining rights	13
Schedule 2—Taxation of boating activities	14
Schedule 3—Expenditure on research and development activities	15
Schedule 7—Technical amendments and corrections	19
Committee comments	19
APPENDIX 1 - Submissions Received	21
APPENDIX 2 – Public Hearing and Witnesses	23