

Private Health Insurance Circular



Australian Government
Department of Health

Private Health Insurance Branch
Medical Benefits Division
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PRIVATE HEALTH INSURANCE REBATE AND MEDICARE LEVY SURCHARGE INCOME THRESHOLDS FOR 2014-15

The income thresholds for the Australian Government Rebate on private health insurance (Rebate) and the Medicare levy surcharge (MLS) are indexed annually from 1 July in accordance with section 22(35) of the *Private Health Insurance Act 2007*.

The Australian Taxation Office (ATO) has advised that for 2014-15 the income thresholds are:

	INCOME			
	No Tier	Tier 1	Tier 2	Tier 3
SINGLES	≤ \$90,000	\$90,001-105,000	\$105,001-140,000	≥ \$140,001
FAMILIES	≤ \$180,000	\$180,001-210,000	\$210,001-280,000	≥ \$280,001
MEDICARE LEVY SURCHARGE – 1 July 2014 to 31 June 2015				
All ages	0.0%	1.0%	1.25%	1.5%

Note: The thresholds increase annually from 1 July, based on growth in Average Weekly Ordinary Time Earnings. Single parents and couples (including de facto couples) are subject to the family tiers. For families with children, the thresholds are increased by \$1,500 for each child after the first.

These thresholds are effective from 1 July 2014.

The following table shows the Rebate levels for the period 1 July 2014 to 31 March 2015.

	INCOME			
	No Tier	Tier 1	Tier 2	Tier 3
SINGLES	≤ \$90,000	\$90,001-105,000	\$105,001-140,000	≥ \$140,001
FAMILIES	≤ \$180,000	\$180,001-210,000	\$210,001-280,000	≥ \$280,001
Age	REBATE – 1 July 2014 to 31 March 2015			
Under 65	29.040%	19.360%	9.680%	0%
65-69	33.880%	24.200%	14.520%	0%
70+	38.720%	29.040%	19.360%	0%

Note: The Rebate levels change annually from 1 April, based on the Rebate Adjustment Factor. The Lifetime Health Cover component of a premium is not eligible for the Rebate.

If you require further information, please telephone (02) 6289 9853 (24 hour answering machine) or email the enquiry to privatehealth@health.gov.au.

Internet: <http://www.health.gov.au/internet/main/publishing.nsf/Content/health-phicirculars2014-index1>

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