

Land (Net Present Value) Amendment Regulation 2025

Explanatory notes for SL 2025 No. 58

made under the

Land Act 1994

General Outline

Short title

Land (Net Present Value) Amendment Regulation 2025

Authorising law

Section 448 of the *Land Act 1994*

Policy objectives and the reasons for them

The objective of the *Land (Net Present Value) Amendment Regulation 2025* (Amendment Regulation) is to amend the net present value discount rate fee (represented by 'i') in the formula in section 10 of the *Land Regulation 2020*. The update to the fee accounts for the increase in interest rates since the previous update in June 2021. The fee is not recorded in fee units.

Net present value discount rates prescribed in the *Land Regulation 2020* have historically been reviewed annually and adjusted accordingly. Net present value is used to determine the purchase price for leases being used for primary production (category 11.1 or 11.2 leases as prescribed under section 24 of the *Land Regulation 2020*) for lessees that convert their leases to freehold.

Achievement of policy objectives

The Amendment Regulation will achieve its objective by amending the net present value discount rate represented by 'i' in the formula in section 10 of the *Land Regulation 2020*.

Consistency with policy objectives of authorising law

The Amendment Regulation is consistent with the objective of the *Land Act 1994*.

Inconsistency with policy objectives of other legislation

The Amendment Regulation is not inconsistent with any policy objectives of other legislation.

Benefits and costs of implementation

There are no additional costs associated with implementing the Amendment Regulation.

Consistency with fundamental legislative principles

The Amendment Regulation is consistent with fundamental legislative principles.

Consultation

In accordance with *The Queensland Government Better Regulation Policy*, an Impact Analysis Statement has been prepared. No Regulatory Impact Analysis is required under the Policy as the Department of Natural Resources and Mines, Manufacturing and Regional and Rural Development has proposed a standard annual fee variations in line with or below a government endorsed indexation factor or actuarially determined assessments.