

Practice Note

2014-49

Issued March 2014

Building Permit Levy Calculation Rounding Policy

This updates the previous Practice Note 2006-49, issued June 2006

If you have a technical enquiry please email: technicalenquiry@vba.vic.gov.au or phone 1300 815 127

1. SUMMARY

The building permit levy is calculated at the rate of 0.128 cents in every dollar of the cost of work for which a building permit is sought. (Section 205G(1) and Section 205G(2) of the Building Act 1993).

Building surveyors may adopt a commercially realistic approach in the calculation of the building permit levy. The following rounding policy has been developed as the preferred rounding practice for all building surveyors.

Victorian Building Authority 733 Bourke Street
Docklands VIC 3008

2. RULING

The calculation of the building permit levy payable may be rounded as follows:

- Final cent figure is 1,2,3 or 4
Round down to 0.
Example: \$201.83 is rounded to \$201.80
- Final cent figure is 6,7,8 or 9
Round down to 5.
Example: \$158.98 is rounded to \$158.95

The rounding policy also applies to the calculation of the total amount of levy payable in respect of a monthly building permit levy return.