

Weekly Benefit Payments

Weekly benefit payments made by QBE under the CIPL Accident & Illness Benefits program will have PAYG withholding tax deducted from benefit in accordance with Section 12-120 of Schedule 1 of the Taxation Administration Act 1953. Any tax withheld will reduce any tax liability at the end of the year.

12-120 Compensation, sickness or accident payment

An entity must withhold an amount from a payment of compensation, or of sickness or accident pay, it makes to an individual if the payment:

- (a) is made because of that or another individual's incapacity for work; and*
- (b) is calculated at a periodical rate; and*
- (c) is not a payment made under an insurance policy to the policy owner.*

In order to ensure the right amount of tax is withheld, **a tax file number declaration (Section A for the PAYEE) will need to be completed and returned to Total Claims Solutions.** If a completed tax file number declaration is not returned, we may be required to withhold tax at the top marginal tax rate (currently 49%).

If help is needed with this, please contact your accountant, financial advisor or the ATO on 13 28 61.

Total Claims Solutions manage your claim and benefit payments. If you have any specific queries in relation to the above, please contact Total Claims Solutions on (07) 3230 9300.