1. The portable long service leave scheme for Queensland’s building and construction industry is established under the *Building and Construction Industry (Portable Long Service Leave) Act 1991.*
2. The portable long service leave scheme is funded by a portable long service leave levy, currently fixed at 0.25% of assessible building costs above a threshold of $150,000. The levy is discounted for large building projects over $1.169 billion.
3. The levy is not applied to building projects over $5.845 billion.
4. Actuarial advice to the QLeave Board is that the scheme is currently financially sound. However, the current portable long service leave levy rate of 0.25% is not sufficient to prevent the coverage of the projected accrued benefit liabilities falling below 100% from 2021–22.
5. The Actuary recommended to the QLeave Board that the portable long service leave levy rate be increased from 0.25% to 0.35% before December 2020.
6. The Queensland Government consulted with stakeholders on changes to ensure the financial stability of the portable long service leave scheme through a Regulatory Impact Statement released on 3 May 2019. The results of that consultation process were considered by Government.
7. Cabinet approved amendment of the *Building and Construction Industry (Portable Long Service Leave) Regulation 2013* to increase the portable long service leave levy for the building and construction industry from 0.25% to 0.35% and to reinstate a single tier levy structure.
8. Cabinet approved the release of the Decision Regulatory Impact Statement.
9. *Attachments*
* [Decision Regulatory Impact Statement – *Portable long service leave in Queensland’s building and construction industry: Proposed changes to QLeave levies*](Attachments/RIS.PDF)