

REPUBLIC OF NAURU

NAURU SUPERANNUATION (AMENDMENT) BILL 2020

EXPLANATORY MEMORANDUM

The *Nauru Superannuation (Amendment) Bill 2020* is a Bill for the *Nauru Superannuation (Amendment) Act 2020*.

This memorandum provides an explanation of the Bill and is only intended to indicate the general effect.

EXPLANATION OF CLAUSES

Clause 1 provides that, once enacted, the short title of the Bill will be the *Nauru Superannuation (Amendment) Act 2020*.

Clause 2 sets out when the Bill's provisions will commence which is upon certification by the Speaker.

Clause 3 is the enabling provision for the amendment of the *Nauru Superannuation Act 2018*.

Clause 4 inserts a new Clause 50A. This new Clause is an exemption clause which exempts an employer from paying the employer's contribution to the Nauru Super Fund. An employer exempted under this Clause may pay superannuation on a voluntary basis. Schedule 2 provides from the employers or class of employers who are exempt from paying superannuation.

Clause 5 amends the Schedule by renumbering the current Schedule to Schedule 1 and inserting a new Schedule 2. Schedule 2 may be amended, varied and repealed by the Cabinet.