

# CITY OF PLAYFORD CITB AND BUILDING INDEMNITY INSURANCE



## WHAT IS BUILDING INDEMNITY INSURANCE?

Building Indemnity Insurance applies to domestic building work and protects the building owner (and any future owner) from the non-completion of the building work or failure to fix the work by the contractor if they die, disappear or become insolvent, and is valid within five years from the date of completion. Before any building work can commence on site, the building contractor must provide a copy of the Certificate of Building Indemnity to the building owner. The owner of land which domestic building work is to be provided must ensure that copy of the Certificate of Building Indemnity Insurance in relation to that work is lodged with Council.

## WHO ARE THE CONSTRUCTION INDUSTRY TRAINING BOARD (CITB)?

The Construction Industry Training Board (CITB), it is an industry-owned and led, non-government agency responsible for supporting the South Australian building and construction industry by providing leadership in training and skills development for its workforce. The project owner is required to pay the Construction Industry Training Board Levy before Development Approval can be issued.

## WHEN IS BUILDING INDEMNITY INSURANCE REQUIRED?

If you contract out any portion of the building work costing \$12,000 or more, the contractor who is engaged must take out Building Indemnity Insurance. It is important to note that Building Indemnity Insurance can only be taken out by a person, business or company that holds a builder's license. Owner-builders cannot obtain Building Indemnity Insurance.

## WHEN DO I NEED TO PAY THE CITB LEVY & HOW MUCH IS IT?

The levy is payable in respect of when the proposed development cost (value of building or construction work) estimated exceeds \$40,000.

The CITB levy collects a rate of 0.25% of the estimated value of building or construction work in South Australia.

## HOW DO I MAKE A CITB PAYMENT?

Payment must be made to the Construction Industry Training Board. The easiest way to pay the CITB Levy is [via their website](#).

A receipt of payment must be supplied with Development Application to Council.

*Applications can be lodged online using the Council's [electronic lodgement system](#).*

You may also like to view the following resources:

- [Development Approval Process](#)
- [Applications and Assessments](#)

*This FAQ is provided as a guide only and is intended to provide our customers with information that will assist Council to make accurate and timely assessments of Development Applications. This information is subject to frequent change and so it is in the best interest of applicants to engage the services of a building professional or speak with Council directly for advice.*