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- Limits
- Rates
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- State Taxes
- Thresholds

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Note

The tax rates in the tables below exclude the Medicare levy for resident taxpayers.

Non-residents are not liable for the Medicare levy and are not eligible for the CGT discount on their capital gains that accrue after 8 May 2012.

2024–25 and later income years

Australian residents

Income thresholds	Rate	Tax payable in 2024–25 and later income years	
$0 – $18,200	0%	Nil	
$18,201 – $45,000	19%	Nil	+ 19% of excess over $18,200
$45,001 – $200,000	30%	$5,092	+ 30% of excess over $45,000
$200,001 +	45%	$51,592	+ 45% of excess over $200,000

Foreign residents

Income thresholds	Rate	Tax payable in 2024–25 and later income years	
$0 – $200,000	30%	Nil	+ 30% for each dollar
$200,001 +	45%	$60,000	+ 45% of excess over $200,000

Working holiday makers

Income thresholds	Rate	Tax payable in 2024–25 and later income years	
$0 – $45,000	15%	Nil	+ 15% for each dollar
$45,001 – $200,000	30%	$6,750	+ 30% of excess over $45,000
$200,001 +	45%	$53,250	+ 45% of excess over $200,000

2020–21 to 2023–24

Australian residents

Income thresholds	Rate	Tax payable in 2020–21 to 2023–24 income years	
$0 – $18,200	0%	Nil	
$18,201 – $45,000	19%	Nil	+ 19% of excess over $18,200
$45,001 – $120,000	32.5%	$5,092	+ 32.5% of excess over $45,000
$120,001 – $180,000	37%	$29,467	+ 37% of excess over $120,000
$180,001 +	45%	$51,667	+ 45% of excess over $180,000

Foreign residents

Income thresholds	Rate	Tax payable in 2020–21 to 2023–24 income years	
$0 – $120,000	32.5%	Nil	+ 32.5% for each dollar
$120,001 – $180,000	37%	$39,000	+ 37% of excess over $120,000
$180,001 +	45%	$61,200	+ 45% of excess over $180,000

Working holiday makers

Income thresholds	Rate	Tax payable in 2020–21 to 2023–24 income years	
$0 – $45,000	15%	Nil	+ 15% for each dollar
$45,001 – $120,000	32.5%	$6,750	+ 32.5% of excess over $45,000
$120,001 – $180,000	37%	$31,125	+ 37% of excess over $120,000
$180,001 +	45%	$53,325	+ 45% of excess over $180,000

2018–19 and 2019–20

Australian residents

Income thresholds	Rate	Tax payable in 2018–19 and 2019–20 income years	
$0 – $18,200	0%	Nil	
$18,201 – $37,000	19%	Nil	+ 19% of excess over $18,200
$37,001 – $90,000	32.5%	$3,572	+ 32.5% of excess over $37,000

Income thresholds	Rate	Tax payable in 2018–19 and 2019–20 income years	
$90,001 – $180,000	37%	$20,797	+ 37% of excess over $90,000
$180,001 +	45%	$54,097	+ 45% of excess over $180,000

Foreign residents

Income thresholds	Rate	Tax payable in 2018–19 and 2019–20 income years	
$0 – $90,000	32.5%	Nil	+ 32.5% for each dollar
$90,001 – $180,000	37%	$29,250	+ 37% of excess over $90,000
$180,001 +	45%	$62,550	+ 45% of excess over $180,000

Working holiday makers

Income thresholds	Rate	Tax payable in 2018–19 and 2019–20 income years	
$0 – $37,000	15%	Nil	+ 15% for each dollar
$37,001 – $90,000	32.5%	$5,550	+ 32.5% of excess over $37,000
$90,001 – $180,000	37%	$22,775	+ 37% of excess over $90,000
$180,001 +	45%	$56,075	+ 45% of excess over $180,000

2017–18

Australian residents

Income thresholds	Rate	Tax payable in 2017–18 income year	
$0 – $18,200	0%	Nil	
$18,201 – $37,000	19%	Nil	+ 19% of excess over $18,200
$37,001 – $87,000	32.5%	$3,572	+ 32.5% of excess over $37,000
$87,001 – $180,000	37%	$19,822	+ 37% of excess over $87,000
$180,001 +	45%	$54,232	+ 45% of excess over $180,000

Foreign residents

Income thresholds	Rate	Tax payable in 2017–18 income year	
$0 – $87,000	32.5%	Nil	+ 32.5% of excess over $0
$87,001 – $180,000	37%	$28,275	+ 37% of excess over $87,000
$180,001 +	45%	$62,685	+ 45% of excess over $180,000

Working holiday makers

Income thresholds	Rate	Tax payable in 2017–18 income year	
$0 – $37,000	15%	Nil	+ 15% for each dollar
$37,001 – $87,000	32.5%	$5,550	+ 32.5% of excess over $37,000
$87,001 – $180,000	37%	$21,800	+ 37% of excess over $87,000
$180,001 +	45%	$56,210	+ 45% of excess over $180,000

Tax rates for minors

Unearned income of minors is subject to special rules contained in Div 6AA (ss. 102AA to 102AGA) of Part III of the *ITAA 1936*. The tax rates that apply under Div 6AA are as follows:

2017–18 and later income years

Australian residents

Income thresholds	Rate	Tax payable in 2017–18 and later income years
$0 – $416	0%	Nil
$417—$1,307	66%	66% for each dollar
$1,308 +	45%	45% for each dollar

Foreign residents

Income thresholds	Rate	Tax payable in 2014–15 to 2016–17 income years	
$0 – $416	32.5%	Nil	+ 32.5% of excess over $0
$417—$663	37%	$135.20	+ 68% of excess over $416
$664 +	45%	Nil	+ 45% of the total amount

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Medicare levy

Low-income thresholds and phase-in limits

The Medicare levy applies only to residents. The Medicare levy low-income thresholds (at or below which no Medicare levy is payable) and Medicare levy phase-in limits are shown in the table below. If the individual's income is above the Medicare levy phase-in limits, the full Medicare levy rate is 2%.[1]

Where the income is above the low-income threshold but no more than the phase-in limit, the levy payable is shaded in such that the levy is 10 per cent of the excess of taxable income over the low-income threshold.

Shown below in:

- Columns A to D as: (Low-income threshold | Phase-in limit)
- Column E as: (Increase in lower income limit | Increase in upper income limit).

	A	B	C	D	E
Income year	**Individuals**	**Families**	**Pensioners below age pension age[2]**	**Seniors**	**+ amount for each dependent child/student**
2021–22	$23,365 | $29,206	$39,402 | $49,252	$36,925 | $46,156		$3,619 | $4,523
2020–21	$23,226 | $29,032	$39,167 | $48,958	$36,705 | $45,881		$3,597 | $4,496
2019–20	$22,801 | $28,501	$38,474 | $48,092	$36,056 | $45,069		$3,533 | $4,416
2018–19	$22,398 | $27,997	$37,794 | $47,242	$35,418 | $44,272		$3,471 | $4,339
2017–18	$21,980 | $27,475	$37,089 | $46,361	$34,758 | $43,447		$3,406 | $4,257

Medicare levy surcharge

An additional Medicare levy surcharge (MLS) is payable by taxpayers without adequate private patient hospital insurance. The MLS is calculated, depending on the individual's surcharge income, at 1 per cent, 1.25 per cent or 1.5 per cent of the sum of:

- taxable income
- total reportable fringe benefits
- any amount on which family trust distribution tax has been paid.

1 The Medicare Levy was increased from 1.5% to 2% by the *Medicare Levy Amendment (DisabilityCare Australia) Act 2013* which received Royal Assent on 28 May 2013 as Act No. 43 of 2013.

2 This ensures that pensioners below age pension age do not pay the Medicare levy if they do not have an income tax liability.

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Surcharge income includes:

- taxable income
- reportable fringe benefits
- total net investment losses
- reportable superannuation contributions
- a spouse's share of the net income of a trust on which the trustee must pay tax under s. 98 of the *ITAA 1936* and which has not been included in the spouse's taxable income
- exempt foreign employment income.

Medicare levy surcharge income thresholds

The MLS thresholds for the **2014–15** to the **2022–23 income years** are as follows:

Tiers for 2014–15 to 2022–23	Income threshold for individuals	Income threshold for families	Rate of surcharge
Tier '0'	Up to $90,000	Up to $180,000	0%
Tier 1	$90,001 — $105,000	$180,001 — $210,000	1%
Tier 2	$105,001 — $140,000	$210,001 — $280,000	1.25%
Tier 3	$140,001 and above	$280,001 and above	1.50%

Company tax rate

There is a two tier system of company tax rates in Australia with a reduced tax rate applicable for entities which satisfy the definition of a base rate entity.

The definition of *base rate entity* was amended[3] to exclude the 'carrying on a business' requirement with effect from 1 July 2017 and also to increase the aggregated turnover threshold from $25 million to $50 million with effect from 1 July 2018.

The amended definition applying for the 2017–18 and later income years is as follows:

An entity is a ***base rate entity*** for a year of income if:

(a) no more than 80 per cent of its assessable income for the income year is **base rate entity passive income** (BRE passive income) — i.e. income of a passive nature[4]

(b) its aggregated turnover for the income year — worked out as at the end of the year — is less than:

- $25 million — applicable for the 2017–18 income year
- $50 million — applicable for the 2018–19 and later income years.

[3] The amendment was made by the *Treasury Laws Amendment (Enterprise Tax Plan Base Rate Entities) Act 2018* which received Royal Assent as Act No. 94 of 2018 on 31 August 2018.

[4] The *Treasury Laws Amendment (Enterprise Tax Plan Base Rate Entities) Act 2018* — which received Royal Assent on 28 August 2018 — amended the previous definition of 'base rate entity' by removing the 'carrying on a business' requirement and replacing it with the BRE passive income requirement.

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The rate of tax applicable to an eligible base rate entity (BRE tax rate) has been reduced since the 2017–18 income year as follows:[5]

Income year	Company type	Applicable tax rate
2021–22 and later income years	BRE	25%
	Other	30%
2020–21	BRE	26%
	Other	30%
2017–18 to the 2019–20 income years	BRE	27.5%
	Other	30%

Tax rates for non-profit companies

The current rates and shade-in thresholds for non-profit companies are summarised in the table below.[6]

	Applicable tax rates		
Entity	**Nil**	**55%**	**Corporate rate[7]**
Non-profit company that is an SBE / base rate entity			
2021–22 income year	0 — $416	$416 — $762	25%
2020–21 income year	0 — $416	$416 — $788	26%
From the 2016–17 income year	0 — $416	$416 — $832	27.5%
Non-profit company (generally)			
2015–16 to 2026–27 income year	0 — $416	$416 — $915	30%

[5] Prior to the 2017–18 income year, a reduced corporate tax rate of 27.5 per cent applied to companies that were *small business entities*. Entities were small business entities if they carried on a business in the income year and their aggregated turnover did not exceed the applicable threshold for the year, namely $10 million

[6] These rates and thresholds were amended by the *Tax Laws Amendment (Enterprise Tax Plan) Act 2017*, which was enacted on 19 May 2017 as Act No. 41 of 2017.

[7] This table takes into account the changes enacted by the *Treasury Laws Amendment (Lower Taxes for Small and Medium Businesses) Act 2018*, which received Royal Assent on 25 October 2018 as Act No. 134 of 2018.

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Rates of tax on trust income

General rules

ITAA 1936	Status of present entitlement	Assessment and tax rates
s. 97	A beneficiary who is not under a legal disability is made presently entitled to a share of the income of the trust estate	Beneficiary is assessed at the marginal tax rates applicable to that beneficiary
s. 98	A beneficiary is made presently entitled to a share of the income of the trust estate but the trustee is assessed on that income on behalf of the beneficiary because the beneficiary is: ▪ under a legal disability, or ▪ a non-resident.	The trustee is assessed at the tax rates applicable to the beneficiary
s. 99A	No beneficiary is presently entitled to a share of the income of the trust estate	The trustee is assessed at the top marginal tax rate + Medicare levy: ▪ 47% for the 2014–15 and later income years ▪ 46.5% for the 2006–07 to 2013–14 income years ▪ 48.5% for the 2005–06 and earlier income years
s. 99	The Commissioner exercises his discretion to assess the trustee under s. 99 instead of s. 99A for: ▪ deceased estates (see below) ▪ certain bankrupt estates ▪ certain trusts that consist of property of a kind referred to in s. 102AG(2)(c) (about certain excepted trust income relating to compensations amounts and benefits).	The trustee is assessed at marginal tax rates

Deceased estates — income year ends WITHIN THREE YEARS of date of death

During the first three years where there is income of the deceased estate to which no beneficiary is presently entitled, this amount is taxed at the general individual income tax rates (exclusive of the Medicare levy).

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Applicable from …					
1 July 2018		**1 July 2022**		**1 July 2024**	
Taxable income	**Tax rate**	**Taxable income**	**Tax rate**	**Taxable income**	**Tax rate**
0 to $18,200	Nil	0 to $18,200	Nil	0 to $18,200	Nil
$18,201 to $37,000	19% for amounts > $18,200	$18,201 to **$45,000**	19% for amounts > $18,200	$18,201 to **$45,000**	19% for amounts > $18,200
$37,001 to **$90,000**	$3,572 + 32.5% for amounts > $37,000	$45,001 to $120,000	$5,092 + 32.5% for amounts > **$45,000**	$45,001 to $200,000	$5,092 + 30% for amounts > **$45,000**
$90,001 to $180,000	$20,797 + 37% for amounts > **$90,000**	**$120,001** to $180,000	$29,467 + 37% for amounts > **$120,000**		
$180,001 and over	$54,097 + 45% for amounts > $180,000	$180,001 and over	$51,667 + 45% for amounts > $180,000	**$200,001**, and over	$51,592 + 45% for amounts > **$200,000**

Income thresholds for 2016–17 and 2017–18	Tax payable for 2016–17 and 2017–18	
$0 – $18,200	Nil	
$18,201 – $37,000	Nil	+ 19% of excess over $18,200
$37,001 – $87,000	$3,572	+ 32.5% of excess over $37,000
$87,001 – $180,000	$19,822	+ 37% of excess over $87,000
$180,001 +	$54,232	+ 45%[8] of excess over $180,000

Deceased estates — income year ends AFTER THREE YEARS from date of death

Where the administration of the deceased estate takes longer than three years, the following special progressive tax rates apply — i.e. where there is no present entitlement.

[8] An additional two per cent Temporary Budget Repair Levy applied for the period from 1 July 2014 to 30 June 2017 to individuals whose taxable income for the income year was more than $180,000, i.e. the rate was 47 per cent for this period. The levy is calculated separately from the basic income tax and most non-refundable tax offsets cannot be used to reduce the levy liability.

Tax rates 2020–21 and 2021–22

Income thresholds	Tax payable	
$0 – $416	Nil	
$417 – $670	Nil	+ 50% of excess over $416
$671 – $45,000	$127.30	+ 19% of excess over $670 [if taxable income > $670, entire amount over $0 is taxed at 19%]
$45,001 – $120,000	$8,550	+ 32.5% of excess over $45,000
$120,001 – $180,000	$32,925	+ 37% of excess over $120,000
$180,001 +	$55,125	+ 45% of excess over $180,000

Tax rates 2018–19 and 2019–20

Income thresholds	Tax payable	
$0 – $416	Nil	
$417 – $670	Nil	+ 50% of excess over $416
$671 – $37,000	$127.30	+ 19% of excess over $670 [if taxable income > $670, entire amount over $0 is taxed at 19%]
$37,001 – $90,000	$7,030	+ 32.5% of excess over $37,000
$90,001 – $180,000	$24,255	+ 37% of excess over $90,000
$180,001 +	$57,555	+ 45% of excess over $180,000

Diverted profits tax

Tax is payable at a rate of **40 per cent** on profits diverted offshore by significant global entities through contrived arrangements between related parties.[9]

The amount of diverted profit on which the diverted profits tax (DPT) is payable is the sum of the DPT base amounts for the DPT tax benefits in respect of the taxpayer for the relevant income year.

[9] As defined in the *Treasury Laws Amendment Combating Multinational Tax Avoidance) Act 2017* which received Royal Assent on 4 April 2017. The 40 per cent rate is set by the *Diverted Profits Tax Act 2017* which received Royal Assent on the same day. The diverted profits tax (DPT) applies to DPT tax benefits for income years commencing on or after 1 July 2017, whether or not the DPT tax benefit arises in connection with a scheme that was entered into or commenced to be carried out before that time.

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The DPT base amount[10] is:

Bases for identifying DPT tax benefit	DPT base amount
A tax benefit that relates to an amount: ■ of assessable income ■ of an allowable deduction ■ of a capital loss, or ■ that is subject to withholding tax.	The amount of the DPT tax benefit
A tax benefit that relates to an amount: ■ of a foreign income tax offset ■ of an innovation tax offset, or ■ an exploration credit.	The amount of the DPT tax benefit divided by the standard Australian corporate tax rate.

Motor vehicles

Motor vehicle expenses - set rate per km

Income year	Rate
2022–23 and later income years[11]	78 cents
2020–21 and 2021–22[12]	72 cents
2018–19 and 2019–20[13]	68 cents
2015–16[14] to 2017–18	66 cents

10 Section 177P(2) of the *ITAA 1936*.

11 The rate for the 2022–23 income year also applies to subsequent income years until the Commissioner determines that it should be varied: *ITAA 1997 — Cents per Kilometre Deduction Rate for Car Expenses Determination 2022* (F2022L00813).

12 Legislative Instrument titled *ITAA 1997 — Cents per Kilometre Deduction Rate for Car Expenses 2020* (F2020L00676).

13 Legislative Instrument titled *ITAA 1997 — Cents per Kilometre Deduction Rate for Car Expenses 2018* (F2018L01023).

14 The *Tax and Superannuation Laws Amendment (2015 Measures No. 5) Act 2015*, which received Royal Assent on 30 November 2015 as Act No. 162 of 2015, replaced, from the 2015–16 income year, the rates under the 'cents per kilometre method' in Div 28 of the *ITAA 1997* which were based on engine size with a single rate per kilometre, irrespective of engine size.

Car cost limit

Income year	Cost limit for Div 40 purposes	Maximum input tax credit
2022–23	$64,741	$5,885
2021–22	$60,733	$5,521
2020–21	$59,136	$5,376
2016–17 to 2019–20	$57,581	$5,234

Luxury car tax

Income year	Rate of LCT	LCT threshold (non-fuel efficient)	LCT threshold (fuel efficient[15])
2022–23	33%	$84,916	$71,849
2021–22	33%	$79,659	$69,152
2020–21	33%	$68,740	$77,565
2019–20	33%	$67,525	$75,526
2018–19	33%	$66,331	$75,526
2017–18	33%	$65,094	$75,526

LCT refunds for eligible primary producers and tourism operators

Taxpayers who purchase a four-wheel drive or all-wheel-drive may be eligible for a refund of LCT equal to the lesser of $^{8}/_{33}$rds of the LCT borne up to a maximum refund limit of $3,000 if they carry on a primary production or tourism business. For eligible vehicles supplied or imported on or after 1 July 2019, the refund has been increased to a maximum of $10,000.[16]

Effective life of cars

Date of acquisition	Effective life	Prime cost	Diminishing value
On or after 10 May 2006	8 years	12.5%	25%

[15] Applicable only to fuel-efficient cars (i.e. those which have a fuel consumption not exceeding seven litres per 100 kilometres as a combined rating under vehicle standards in force under s. 7 of the *Motor Vehicle Standards Act 1989*).

[16] Per the *Treasury Laws Amendment (2019 Measures No. 2) Act 2019* (Act No. 94 of 2019).

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Balancing adjustments

For the purposes of calculating a balancing adjustment under s. 40-370(1) on the disposal of a car, the assessable or deductible amount must be reduced to the extent that the car was not used for a taxable purpose. The reduction is required under step 2 of the method statement in s. 40-370(2).

A taxpayer who has claimed motor vehicle expenses using the 'cents per kilometre method' is required — for the purposes of the reduction in step 2 of the method statement — to assume the extent of their use of the car for taxable purpose was 20%.

Taxi cents per kilometre earnings rate

The per kilometre rate measures taxi takings per kilometre of distance travelled. The rate includes GST but does not take expenses into account.

The latest rate developed is $1.30 per kilometre.[17] This has been the rate since the 2012–13 income year.

Website

The ATO's 'Input benchmark guide' for taxi operators which provides benchmarks that a taxi operator can use to compare and check their business performance to the taxi industry average is available here:

www.ato.gov.au/Business/Small-business-benchmarks/In-detail/Benchmarks-A-Z/R-Z/Taxi-drivers-and-operators/

Home office running expenses

Fixed rate method

Individual taxpayers may claim a deduction for additional running expenses incurred when working from home. The fixed rate[18] covers the additional running expenses incurred for:

- the decline in value of home office furniture and furnishings
- electricity and gas for heating, cooling and lighting
- the cost of repairs to home office equipment, furniture and furnishings.

Year	Rate
2021–22	52 cents per hour
2020–21	52 cents per hour
2019–20	52 cents per hour
2018–19	52 cents per hour
2017–18	45 cents per hour

17 The relevant page on the ATO's website was last updated on 21 April 2022.

18 See PS LA 2001/6. Note that taxpayers may claim actual expenses incurred, provided the expenses can be substantiated.

Temporary shortcut method

The shortcut method was introduced from 1 March 2020 and covers all working from home expenses incurred by an individual taxpayer[19], such as:

- phone expenses
- internet expenses
- the decline in value of equipment and furniture
- electricity and gas for heating, cooling and lighting.

Year	Rate
2021–22	80 cents per hour
2020–21	80 cents per hour
Between 1 March 2020 to 30 June 2020	80 cents per hour

The temporary shortcut method ends on 30 June 2022.

Instant asset write-off and temporary full expensing

Small business entities

Instant asset write-off

Small business entities (SBEs) are entitled, under s. 328-180 of the *ITAA 1997,* to claim an immediate deduction for the taxable purpose proportion of the cost of a depreciating asset in the year in which the asset is acquired or installed ready for use for a taxable purpose provided that the cost of the asset is less than the specified threshold (the 'instant asset write-off').

The threshold of $1,000 for the instant asset write-off was increased to $20,000 for assets first acquired between 12 May 2015 and 30 June 2019. This threshold was further increased to $25,000 from 29 January 2019, to $30,000 from 2 April 2019, then to $150,000 from 12 March 2020.[20]

An immediate deduction applies to the second element of cost expenditure incurred in these periods (up to the relevant threshold).

First used, or installed ready for use	Instant asset write-off threshold
From 7.30 pm (AEST) on 12 May 2015 to 28 January 2019	$20,000
From 29 January 2019 until 7.30 pm (AEST) on 2 April 2019[21]	$25,000

[19] Note that this measure applies to employees who are working from home to fulfill their employment duties and have incurred additional expenses as a result of working from home. If a work from home arrangement was in place before 1 March 2020, then the shortcut method cannot be used.

[20] Refer to s. 328-180 of the *IT(TP) Act 1997*.

First used, or installed ready for use	Instant asset write-off threshold
From 7.30 pm (AEST) on 2 April 2019 to 11 March 2020[22]	$30,000
From 12 March 2020 to 30 June 2021[23] [assets first acquired on or after 12 May 2015 and before 30 June 2021 and for second element of cost — incurred before 31 December 2020]	$150,000

Temporary full expensing

Under s. 328-181 of the *IT(TP) Act 1997*[24], an SBE is entitled to claim an immediate deduction for the cost of a depreciating asset (regardless of quantum) if the SBE first starts to hold the asset, and starts to use it or have it installed ready for use for a taxable purpose, between 7.30 pm AEDT on 6 October 2020 and 30 June 2023.[25] If a deduction is available under the temporary full expensing provision, then the instant asset write-off does not apply.

An immediate deduction applies to the second element of cost expenditure incurred in that period (also regardless of quantum).

Return to the normal rules for SBEs for calculating deductions for depreciating assets

Once the temporary expensing measures cease, the instant asset write-off threshold for SBEs reverts to $1,000.

First used, or installed ready for use	Instant asset write-off threshold
From 7.30 pm (AEDT) on 6 October 2020 to 30 June 2023[26] [assets first held, or second element of cost incurred, between these times]	No threshold
From 1 July 2023	$1,000

[21] Pursuant to the *Treasury Laws Amendment (Increasing and Extending the Instant Asset Write-Off) Act 2019*, which received Royal Assent on 6 April 2019 as Act No. 51 of 2019.

[22] Pursuant to the *Treasury Laws Amendment (Increasing and Extending the Instant Asset Write-Off) Act 2019*, which received Royal Assent on 6 April 2019 as Act No. 51 of 2019.

[23] Pursuant to the *Coronavirus Economic Response Package Omnibus 2020* which received Royal Assent on 24 March 2020 as Act No. 22 of 2020, as extended by the *Treasury Laws Amendment (2020 Measures No. 3) Bill 2020* which received Royal Assent on 19 June 2020 as Act No. 61 of 2020.

[24] This section modifies the operation of the instant asset write-off in s. 328-180 of the *IT(TP) Act* which modifies the corresponding section in the *ITAA 1997*.

[25] The temporary full expensing of depreciating assets regime to 30 June 2023 is contained in the *Treasury Laws Amendment (Enhancing Superannuation Outcomes for Australian and Helping Australian Businesses Invest) Act 2022* which received Royal Assent, as Act No. 10 of 2022, on 22 February 2022.

[26] The *Treasury Laws Amendment (Enhancing Superannuation Outcomes for Australians and Helping Australian Businesses Invest) Act 2022* which received Royal Assent on 22 February 2022 as Act No. 10 of 2022 extended this date to 30 June 2023.

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A small business entity can also deduct the entire balance of its general small business pool if the balance at the end of the income year is less than the applicable threshold.

Entities other than small business entities

Immediate deduction subject to thresholds

From **2 April 2019, medium-sized businesses** — entities that are not SBEs and that have an aggregated turnover of less than $50 million — are entitled, under s. 40-82 of the *ITAA 1997,* to claim an immediate deduction for the cost of a depreciating asset that is less than $30,000.[27]

The immediate deduction was to cease to be available after 30 June 2020[28] but the end date was extended to 31 December 2020. At the same time, access to the concession was expanded by increasing the aggregated turnover threshold from 'less than $50 million' to 'less than $500 million' and the cost threshold was increased from $30,000 to $150,000.[29]

The end date has since been further extended so that an immediate deduction is available for assets costing up to $150,000 that are acquired by 31 December 2020 and are first used or installed ready for use by 30 June 2021.[30]

Instant asset write-off

An immediate deduction applies to the second element of cost expenditure incurred in these periods (up to the relevant threshold).

Eligible taxpayers	Asset first used, or installed ready for use	Threshold
All business entities, other than SBEs, with an aggregated turnover less than $50 million[31]	7.30pm (AEDT) on 2 April 2019 to 11 March 2020	$30,000
All businesses, other than SBEs, with an aggregated turnover less than $500 million	12 March 2020 to 30 June 2021 providing the asset was purchased on or after 7.30pm (AEST) on 2 April 2019 and by 31 December 2020	$150,000

Temporary full expensing of first and second element of cost (no threshold)

Entities with an aggregated turnover of less than $5 billion can deduct the full cost (regardless of quantum) of:

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27 The entity must be an eligible medium sized business for the current year and for the year in which it started to hold the asset.

28 Pursuant to the *Treasury Laws Amendment (Increasing and Extending the Instant Asset Write-Off) Bill 2019*, which received Royal Assent on 6 April 2019 as Act No. 51 of 2019.

29 Pursuant to the *Coronavirus Economic Response Package Omnibus Act 2020* which received Royal Assent on 24 March 2020 as Act No. 22 of 2020, as extended by the *Treasury Laws Amendment (2020 Measures No. 3) Act 2020* which received Royal Assent on 19 June 2020 as Act No. 61 of 2020. Businesses with an aggregated turnover of $500 million or more are not eligible to use instant asset write-off.

30 Pursuant to the *Treasury Laws Amendment (A Tax Plan for the COVID-19 Economic Recovery) Act 2020* which received Royal Assent on 14 October 2020 as Act No. 92 of 2020.

31 Medium sized businesses must have first acquired the asset in the period beginning at 7.30 pm, by legal time in the Australian Capital Territory, on 2 April 2019 and ending on 30 June 2020.

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- depreciating assets that are first held, and first used or installed ready for use for a taxable purpose, at or after 7.30 pm AEDT on 6 October 2020 and on or before 30 June 2022
- improvements to these assets and to existing eligible depreciating assets made during this period.

Temporary full expensing is not available to entities with an aggregated turnover of $50 million or more if a commitment was made in relation to an asset before 7.30 pm AEDT on 6 October 2020 or the asset is a second-hand asset.[32]

Temporary accelerated depreciation

Qualifying entities are entitled to a deduction for **50 per cent**[33] of the cost of a qualifying depreciating asset first held and started to be used in the period **12 March 2020 to 30 June 2021**.[34]

Qualifying entities

An entity is eligible for accelerated depreciation if the following three core requirements are met:

(a) the income year is the year in which the entity **starts to use the asset,** or has it **installed ready for use**, for a taxable purpose

(b) the entity's aggregated turnover is **less than $500 million** for the income year and for the income year in which it started to hold the asset (if that was an earlier year)

(c) the asset is a **qualifying asset**.[35]

Qualifying assets

Subject to certain exclusions[36], a depreciating asset qualifies for accelerated depreciation if, **between 12 March 2020 and 30 June 2021**:

(a) the entity *starts to hold* the asset; and

(b) the asset was first used, or installed ready for use, for a taxable purpose.[37]

Temporary Jobkeeper payments

Under the Jobkeeper scheme which started on **30 March 2020 and ended on 28 March 2021**, eligible entities are entitled to Jobkeeper payments **per Jobkeeper fortnight** per eligible employee as set out in the table below.[38] The Jobkeeper Scheme is administered by the Commissioner.

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32 Pursuant Subdiv 40-BB of the Income Tax (Transitional Provisions) Act 1997, enacted by the *Treasury Laws Amendment (A Tax Plan for the COVID-19 Economic Recovery) Act 2020* which received Royal Assent on 14 October 2020 as Act No. 92 of 2020.

33 Refer to s. 40-130 of the *IT(TP) Act 1997* for the applicable method statements.

34 Pursuant to the *Coronavirus Economic Response Package Omnibus Act 2020* which received Royal Assent on 24 March 2020 as Act No. 22 of 2020.

35 Section 40-120(1) of the *IT(TP) Act 1997*.

36 There are four exclusions: (1) a commitment to the asset was entered into before 12 March 2020; (2) the asset is a second hand asset; (3) the asset is an asset to which Div 40 does not apply (e.g. Div 43 capital works); and (4) the asset is not in Australia.

37 Section 40-125(1) of the *IT(TP) Act 1997*.

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[38] For JobKeeper fortnights beginning on or after 3 August 2020, an individual can be an eligible employee if they have preserved their eligibility as a ‘1 March 2020 employee’, or meet the eligibility requirements as at 1 July 2020: per amendments to the *Jobkeeper Rules* made by the *Coronavirus Economic Response Package (Payments and Benefits) Amendment Rules (No. 7) 2020 (the Amending Instrument)* which was registered on 14 August 2020 (F2020L01021).

Period	Rate of payment per eligible employee
30 March 2020 to 27 September 2020	**$1,500** per Jobkeeper fortnight
28 September 2020 to 3 January 2021	**$1,200** per Jobkeeper fortnight Reduced to **$750** per Jobkeeper fortnight if the person's total hours of work, paid leave and paid absence on public holidays in any 'reference period'[39] was < 80 hours
4 January 2021 to 28 March 2021	**$1,000** per Jobkeeper fortnight Reduced to **$650** per Jobkeeper fortnight if the person's total hours of work, paid leave and paid absence on public holidays in any 'reference period' was < 80 hours

Broadly, an entity qualifies for the Jobkeeper scheme at a time if:

1. on 1 March 2020, the entity carried on a business in Australia, or was a non-profit body that pursued its objectives principally in Australia; and
2. the entity satisfied the 'decline in turnover test' at or before the time; and
3. for a fortnight commencing on or after 28 September 2020 — the entity also satisfied the 'actual decline in turnover test'.[40]

The original decline in turnover test

There are two ways in which an entity can satisfy the original decline in turnover test:

1. the **basic decline in turnover test** — this requires a comparison of the entity's *projected GST turnover* for a period (the 'turnover test period') with its current GST turnover as calculated for a relevant comparison period (the comparison turnover)[41]
2. the **alternative test** — this test is relevant if there is no comparison period[42]and the Commissioner has, under a legislative instrument, specified — for a class of entities — the amounts which can be used instead of current GST turnover for the comparison period.

A business will satisfy the basic decline in turnover test where its GST turnover in the turnover test period falls short of the comparison turnover by the *specified percentage* applicable to it.

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[39] Defined as the 28-day period ending at the end of the most recent 'pay cycle' for the employee for the entity that ended before 1 March 2020, or the 28-day period ending at the end of the most recent 'pay cycle' for the employee for the entity that ended before 1 July 2020: s. 4A(1) of the *JobKeeper Rules.*

[40] Sections 7(1), 7(1)(b) and 7(1)(c) of the *JobKeeper Rules.*

[41] Certain modifications apply to the meaning of GST turnover as defined in the *GST Act.*

[42] Examples include a business that started before 1 March 2020 but after the relevant comparison period or an entity that has acquired or disposed of part of its business after the relevant comparison period and before the applicable turnover test period. The Commissioner's alternative test is set out in the *Coronavirus Economic Response Package (Payments and Benefits) Alternative Decline in Turnover Test Rules 2020* (for JobKeeper fortnights commencing before28 September 2020) and the *Coronavirus Economic Response Package (Payments and Benefits) Alternative Decline in Turnover Test Rules (No. 2) 2020* (for JobKeeper fortnights commencing on or after 28 September 2020).

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Specified percentage

The 'specified percentage' varies depending on the type of entity, as follows:

If the entity is…	The entity's shortfall must equal or exceed…
An ACNC-registered charity other than: (a) an entity that is public or private university, or (b) a school within the meaning of the *GST Act*— i.e. pre-schools, primary schools, secondary schools and education for children with disabilities.[43]	15 per cent[44]
An entity whose aggregated turnover: (i) is *likely to exceed* **$1 billion** for the income year in which the test time occurs, or (ii) **exceeds $1 billion** for the *previous income year.*[45]	50 per cent[46]
An entity which satisfies neither of the above two categories, i.e. not an ACNC-registered charity, and its aggregated turnover is **$1 billion or less.**	30 per cent[47]

Turnover test period

The 'turnover test period' must be:

(a) a calendar month that ends after 30 March 2020 and before 1 October 2020[48], or

(b) a quarter that starts on **1 April 2020** or **1 July 2020.**[49, 50]

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43 Section 8(3) and s. 4 definition of 'school' in the *Coronavirus Economic Response Package (Payments and Benefits) Rules 2020* (the '*Jobkeeper Rules*'), registered on 9 April 2020 (F2020L00419).

44 Section 8(2)(a) of the *Jobkeeper Rules*.

45 Section 8(4) of the *Jobkeeper Rules.*

46 Section 8(2)(b) of the *Jobkeeper Rules.*

47 Section 8(2)(c) of the *Jobkeeper Rules.*

48 Section 8(7)(a)(i) of the *Jobkeeper Rules.*

49 Section 8(7)(a)(ii) of the *Jobkeeper Rules.*

50 A six-month test period, commencing on 1 January 2020, applies to universities that are Table A providers: s. 8(7)(aa) of the *Jobkeeper Rules*.

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The actual decline in turnover test — fortnights beginning on or after 28 September 2020

To qualify for JobKeeper payments for fortnights beginning on or after 28 September 2020, the entity must satisfy the actual decline in turnover test (in addition to the original decline in turnover test[51]) for the quarter that is relevant to the particular JobKeeper fortnight, as follows:

If the fortnight begins...	The quarter is the quarter ending on...
on or after 28 September 2020 but before 4 January 2021	30 September 2020
on or after 4 January 2021	31 December 2020

Like the original decline in turnover test, the actual decline in turnover test uses the basic test which relies on GST turnover or an alternative test if the normal comparison period is not appropriate. The actual decline in turnover test requires the actual sales to be used in the same way as would be reported in a business activity statement if the entity were registered for GST test and the actual test must be done for the following quarters:

For the quarter ending on...	The relevant comparison period is...
30 September 2020	30 September 2019
31 December 2020	31 December 2019

A business will satisfy the actual decline in turnover test where its GST turnover in the turnover test period falls short of the comparison turnover by the *specified percentage* applicable to it (refer above).

JobMaker Hiring Credit

The JobMaker Hiring Credit is available to eligible employers over 12 months from 7 October 2020 for each additional new job they create for an eligible employee.[52] Eligible employers can claim[53]:

- $200 a week for each additional eligible employee they hire aged 16 to 29 years old
- $100 a week for each additional eligible employee aged 30 to 35 years old.

[51] If the entity qualified for the JobKeeper Scheme prior to 28 September 2020, it does not have to apply the original decline in turnover test again (as it has already satisfied the test).

[52] The eligibility rules are contained in the Coronavirus Economic Response Package (Payments and Benefits) Rules 2020 (inserted by the Coronavirus Economic Response Package (Payments and Benefits) Amendment Rules (No. 9) 2020, registered on 4 December 2020).

[53] Subject to a cap of $10,400 per additional new position created.

Key Division 7A dates

Issue	Legislative reference (*ITAA 1936* unless otherwise specified)	Commencement date
Division 7A — loans and payments made by private companies Amendments relating to timing of making of loan agreements and repayments of loans	Div 7A (ss. 109B to 109ZE) of Part III of the *ITAA 1936* Sections 109D and 109N	4 December 1997 Loans made in the 2004–05 and later income years
Division 7A and trust distributions	Section 109UB and Subdiv EA of Div 7A of Part III of the *ITAA 1936*	27 March 1998 and 12 December 2002
Legislative amendments to ensure no loss of franking credits, improvements to interaction with FBT provisions, Commissioner's discretion	Includes s. 109RB	1 July 2006
Division 7A and trust distributions, CLPs, amendments to the term 'payment' for the use of company assets	Insertions in and amendments to Subdivs EA and EB, and ss. 109BB, 109BC, 109C, 109R, 109Y, and 109ZCA	1 July 2009
TR 2010/3 (Withdrawn with effect from 1 July 2022)	Ruling on when an unpaid present entitlement becomes a loan for Div 7A purposes	16 December 2009 Note: An entity may continue to rely on TR 2010/3 for trust entitlements conferred on or before 30 June 2022.
PS LA 2010/4 (Withdrawn with effect from 1 July 2022)	Practice statement that provides practical guidance for taxpayers and ATO officers on the administrative aspects of TR 2010/3	Section 2 loans — self-corrective action to be taken by 31 December 2011 Note: An entity may continue to rely on this PS LA for trust entitlements conferred on or before 30 June 2022.

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Issue	Legislative reference (*ITAA 1936* unless otherwise specified)	Commencement date
		Section 3 loans: **2010 income year** — funds representing 2010 UPE must be put on sub-trust by 30 June 2011 **2011 and later income years** — UPEs must be put on sub-trust before the following lodgment day of the main trust's tax return
TR 2014/5	Considers the taxation implications, including under Div 7A, of private companies paying money or transferring property in compliance with orders in matrimonial proceedings under s. 79 of the *Family Law Act 1975*.	30 July 2014
TR 2015/4	Explains the treatment of an unpaid present entitlement of a beneficiary connected with a trust for the purposes of the maximum net asset value test in s. 152-15 of the *ITAA 1997*.	Before and after the date of the Ruling.
TD 2015/20	States that a private company that releases its unpaid present entitlement makes a payment for the purposes of Div 7A.	Before and after the date of the Determination.
PCG 2017/13	Provides guidance where: ▪ a trust has adopted investment Option 1, in accordance with PS LA 2010/4, on or before 30 June 2012 by placing funds representing a UPE under a sub-trust arrangement on a 7-year interest-only loan with the main trust ▪ the loan principal must be repaid in the 2017, 2018, 2019 or 2020 income year.	Where the principal of the loan must be repaid at the end of the loan term which is either in the 2017, 2018, 2019 or 2020 income year.

Issue	Legislative reference (*ITAA 1936* unless otherwise specified)	Commencement date
TD 2022/11 — Income tax: Div 7A: when will an unpaid present entitlement or amount held on sub-trust become the provisions of financial accommodation?	This TD contains the ATO view (and compliance approach) on when trust entitlements created on or after 1 July 2022 constitute the provision of 'financial accommodation'..	Applies to trust entitlements created on or after 1 July 2022

Benchmark interest rates

Income year	Division 7A (to 30 June)[54]	FBT (to 31 March)
2022–23	4.77%	4.52%
2021–22	4.52%	4.52%
2020–21	4.52%	4.80%
2019–20	5.37%	5.37%
2018–19	5.20%	5.20%
2017–18	5.30%	5.25%

Prescribed interest rates – PS LA 2010/4: Option 2

Income year	Interest rate[55]
2021–22	6.51%
2020–21	6.57%
2019–20	8.32%
2018–19	8.28%
2017–18	8.28%

[54] The applicable interest rate is that which applies to the year of the repayment.

[55] The prescribed interest rate for a particular income year is the Reserve Bank of Australia's *indicator lending rate for small business variable (other) overdraft* for the month of May immediately before the start of that income year. These rates can be found at Table F5 on www.rba.gov.au/statistics/tables/xls/f05hist.xls

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Other annual data

CGT improvement threshold

The CGT improvement threshold is relevant for the purposes of Subdiv 108-D of the *ITAA 1997*.

Income year	Threshold	Income year	Threshold
2022–23	$162,899	2003–04	$104,377
2021–22	$156,784	2002–03	$101,239
2020–21	$155,849	2001–02	$97,721
2019–20	$153,093	2000–01	$92,802
2018–19	$150,386	1999–2000	$91,072
2017–18	$147,582	1998–99	$89,992
2016–17	$145,401	1997–98	$89,992
2015–16	$143,392	1996–97	$88,227
2014–15	$140,443	1995–96	$84,347
2013–14	$136,884	1994–95	$84,347
2012–13	$134,200	1993–94	$82,290
2011–12	$130,418	1992–93	$80,756
2010–11	$126,619	1991–92	$80,036
2009–10	$124,258	1990–91	$78,160
2008–09	$119,594	1989–90	$73,459
2007–08	$116,337	1988–89	$68,018
2006–07	$112,512	1987–88	$63,450
2005–06	$109,447	1986–87	$58,859
2004–05	$106,882		

Value of goods taken from stock for private use

2021–22 income year — TD 2021/8

The amounts specified in the schedule within TD 2021/8 are reproduced in the table below:

	Amount (excluding GST) for…	
Type of business	adult/child over 16 years ($)	child 4 to 16 years ($)
Bakery	1,350	675
Butcher	920	460
Restaurant/café (licensed)	4,640	1,830
Restaurant/café (unlicensed)	3,660	1,830
Caterer	3,870	1,935
Delicatessen	3,660	1,830
Fruiterer/greengrocer	960	480
Takeaway food shop	3,790	1,895
Mixed business (includes milk bar, general store and convenience store)	4,590	2,295

2020–21 income year — TD 2021/1

The amounts specified in the schedule within TD 2020/1 are reproduced in the table below:

Type of business	Amount (excluding GST) for…	
	adult/child over 16 years ($)	child 4 to 16 years ($)
Bakery	1,350	675
Butcher	900	450
Restaurant/café (licensed)	4,640	1,810
Restaurant/café (unlicensed)	3,620	1,810
Caterer	3,830	1,915
Delicatessen	3,620	1,810
Fruiterer/greengrocer	930	465
Takeaway food shop	3,670	1,835
Mixed business (includes milk bar, general store and convenience store)	4,460	2,230

2019–20 income year — TD 2020/1

The amounts specified in the schedule within TD 2020/1 are reproduced in the table below:

Type of business	Amount (excluding GST) for…	
	adult/child over 16 years ($)	child 4 to 16 years ($)
Bakery	1,350	675
Butcher	850	425
Restaurant/café (licensed)	4,640	1,750
Restaurant/café (unlicensed)	3,500	1,750
Caterer	3,790	1,895
Delicatessen	3,500	1,750
Fruiterer/greengrocer	880	440
Takeaway food shop	3,440	1,720

Type of business	Amount (excluding GST) for…	
	adult/child over 16 years ($)	child 4 to 16 years ($)
Mixed business (includes milk bar, general store and convenience store)	4,260	2,130

2018–19 income year — TD 2019/2

The amounts specified in the schedule within TD 2019/2 are reproduced in the table below:

Type of business	Person over 16 years	Child aged 4–16 years
Bakery	1,350	675
Butcher	830	415
Restaurant/café (licensed)	4,640	1,750
Restaurant/café (unlicensed)	3,500	1,750
Caterer	3,790	1,895
Delicatessen	3,500	1,750
Fruiterer/greengrocer	800	400
Takeaway food shop	3,430	1,715
Mixed business (includes milk bar, general store and convenience store)	4,260	2,130

2017–18 income year — TD 2018/10

The amounts specified in the schedule within TD 2018/10 are reproduced in the table below:

Type of business	Person over 16 years	Child aged 4–16 years
Bakery	1,350	675
Butcher	830	415
Restaurant/café (licensed)	4,640	1,750
Restaurant/café (unlicensed)	3,500	1,750
Caterer	3,790	1,895
Delicatessen	3,500	1,750
Fruiterer/greengrocer	800	400

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Type of business	Person over 16 years	Child aged 4–16 years
Takeaway food shop	3,430	1,715
Mixed business (includes milk bar, general store and convenience store)	4,260	2,130

Income test thresholds

Income test	Measure	Income threshold
Adjusted taxable income (ATI)	Claiming an offset for maintenance of dependent invalid or carer of an invalid	$100,000[56]
	Family Tax Benefit (Part A)	$55,626–$183,778[57]
	Family Tax Benefit (Part B)	$100,000
	Employee share schemes — $1,000 exemption	$180,000[58]
	Non-commercial losses	$250,000[59]
	Paid parental leave	$150,000[60]
Family income	Child care subsidy	$69,390–$353,680
Rebate income	Seniors and pensioners tax offset	$50,119 – $95,198[61]
Income for surcharge purposes	Medicare levy surcharge	$90,000 (singles) $180,000 (families) (refer to **page 6**)
High income threshold for the Div 293 tax	For the 2012–13 to 2016–17 income years	$300,000
	2017–18 onwards	$250,000

56 Note — a tax offset is not available in the 2019–20 and later income years if the person claiming the offset has a spouse, and the combined income of the person and their spouse is more than $100,000. Also, an offset is not available if the person maintains the invalid or carer of an invalid for the whole year and their ATI (including any invalid or carer payment they will receive) for the 2020–21 income year is more than $11,546.

57 The threshold is dependent on the age and number of children. Eligibility is also dependent on the percentage of care provided.

58 On 30 June 2015, the *Tax and Superannuation Laws Amendment (Employee Share Schemes) Bill 2015* received Royal Assent as Act No. 105 of 2015. The Government retained the $1,000 up-front tax concession for employees earning less than $180,000 per year — see s. 83A-35 *ITAA 1997*.

59 Section 35-10(2E) *ITAA 1997*.

60 This amount is measured as the primary carer's ATI for the financial year prior to the date of birth, date of adoption of the child or the date of claim, whichever is earlier.

61 These are the amounts that applied from the 2016–17 income year and which continue to apply through to the 2020–21 income year.

Means testing of private health insurance rebate

Lifetime Health Cover loading

A person who does not have private health (hospital cover) insurance on their Lifetime Health Cover base day (usually 1 July following the 31st birthday) but who later in life decides to take out private hospital cover will pay a two per cent Lifetime Health Cover (LHC) loading on top of their premium for every year they are aged over 30.

The LHC loading also applies if a person ceases to have private health insurance and then later decides to take out private health insurance again. There is an exception, known as 'Days of Absence' which permits someone to be without hospital cover for periods totalling 1,094 days (i.e. three years less one day) during their lifetime, without affecting their loading. This covers small gaps, such as switching from one fund to another.

However, if the total gap period exceeds 1,094 days, the person will pay a two per cent loading on re-joining private hospital cover. The loading increases by two per cent for every year without cover after that. The LHC is removed after 10 continuous years of private health insurance cover.

2016–17 to 2022–23 income years

The rates of the Medicare levy surcharge and the private health insurance rebate which apply for the 2016–17 to 2022–23 income years are as follows.

	Rebate entitlement by income threshold			
	Tier '0'	**Tier 1**	**Tier 2**	**Tier 3**
Singles[62]	Up to $90,000	$90,001–$105,000	$105,001–$140,000	$140,001 or more
Couples/families[63]	Up to $180,000	$180,001–$210,000	$210,001–$280,000	$280,001 or more
Rate of Medicare levy surcharge				
All ages	0%	1.0%	1.25%	1.5%
Rate of Private Health Insurance Rebate: 1 April 2021 – 30 June 2021				
Under 65 years	24.608%	16.405%	8.202%	0%
65–69 years	28.710%	20.507%	12.303%	0%
70 years and over[64]	32.812%	24.608%	16.405%	0%

[62] A single person is a person who does not have dependants and is not married on the last day of the income year.

[63] These thresholds are for families with no more than one child. For families with more than one child, the thresholds are **increased by $1,500** for each child after the first child.

[64] This rate applies to a single, couple or family with no more than one child and where the oldest person on the policy is aged 70 years and over.

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Rate of Private Health Insurance Rebate: 1 April 2020 – 31 March 2021				
Under 65 years	25.059%	16.706%	8.352%	0%
65–69 years	29.236%	20.883%	12.529%	0%
70 years and over[65]	33.413%	25.059%	16.706%	0%
Rate of Private Health Insurance Rebate: 1 April 2019 – 31 March 2020				
Under 65 years	25.059%	16.706%	8.352%	0%
65–69 years	29.236%	20.883%	12.529%	0%
70 years and over	33.413%	25.059%	16.706%	0%
Rate of Private Health Insurance Rebate: 1 April 2018 – 31 March 2019				
Under 65 years	25.415%	16.943%	8.471%	0%
65–69 years	29.651%	21.180%	12.707%	0%
70 years and over	33.887%	25.415%	16.943%	0%
Rate of Private Health Insurance Rebate: 1 April 2017 – 31 March 2018				
Under 65 years	25.934%	17.289%	8.644%	0%
65–69 years	30.256%	21.612%	12.966%	0%
70 years and over	34.579%	25.934%	17.289%	0%

Important — Private health insurance thresholds paused

The Medicare levy surcharge and private health insurance rebate income thresholds were paused at the 2014–15 amounts from 1 July 2015 and will remain unchanged to 2022–23. The private health insurance income thresholds for rebate purposes are normally adjusted annually on 1 April. The annual adjustment was paused for three years from 2015–16, and for a further two years from 2020–21.

Warning — Medicare levy surcharge

If a person decides to cancel their PHI policy (private hospital cover) and their *surcharge income* exceeds $90,000 (as a single) or $180,000 (as a couple/family), they will be subject to the Medicare levy surcharge at the rate set out in the table above.

[65] This rate applies to a single, couple or family with no more than one child and where the oldest person on the policy is aged 70 years and over.

Net medical expenses (NME) tax offset

The tax law was amended[66] to phase out the NME tax offset by the end of the 2018–19 income year. During the 2013–14 to 2018–19 income years, the following two categories of transitional arrangements apply:

- **Category A**: the NME tax offset will be available for out-of-pocket medical expenses from the 2012–13 income year until the end of the 2018–19 income year only for medical expenses relating to:
  - disability aids
  - attendant care
  - aged care.
- Category B:
  - taxpayers who received an amount of NME tax offset during the 2012–13 income year were eligible to claim the medical expenses (as currently defined) for the 2013–14 income year
  - taxpayers who received an amount of NME tax offset during both the 2012–13 and 2013–14 income years were also be eligible to claim the NMETO for the 2014–15 income year.

Former low income tax offset (LITO)[67]

Income year	Maximum offset	Full entitlement	Effective tax-free threshold	Phasing-out rule[68]
2019–20	$445	Income ≤ $37,000	$20,542	$37,000 – $66,667
2018–19	$445	Income ≤ $37,000	$20,542	$37,000 – $66,667
2017–18	$445	Income ≤ $37,000	$20,542	$37,000 – $66,667

66 Amended by Schedule 3 to the *Tax Laws Amendment (2014 Measures No. 1) Act 2014* which received Royal Assent as Act No. 11 of 2014 on 18 March 2014.

67 Under amendments made by the *Treasury Laws Amendment (A Tax Plan for the COVID-19 Economic Recovery) Act 2020* (which received Royal Assent on 14 October 2020 as Act No. 92 of 2020), the end-date for the former low income tax offset was brought forward by 12 months so that instead of ceasing to apply from the 2021–22 income year, it ceased to apply from the 2020–21 income year.

68 For the 2011–12 income year, the LITO phased out at the rate of four cents for every dollar earned above the lower threshold until the upper threshold was reached. For the 2012–13, 2013–14, and 2014–15 income years, the LITO phased out at a rate of 1.5 cents for every dollar earned above the lower threshold until the upper threshold was reached.

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Low and middle income tax offset from 2018–19 to 2021–22[69]

The low and middle income tax offset (LMITO) is available to Australian resident individuals (and certain trustees)[70] that have taxable income not exceeding $126,000 for an income year during the 2018–19 to 2021–22 income years.[71]

The LMITO operates in addition to the former LITO (for the 2018–19 and 2019–20 income year) and the new LITO (for the 2020–21 and 2021–22 income years) (see below) and taxpayers may be entitled to receive both types of offset during the 2018–19 to 2020–21 income years.

The amount of the LMITO depends on the taxpayer's relevant income level, as set out in the following tables:

Note

The low- and middle-income tax offset can only reduce the amount of tax payable on an individual's taxable income to a minimum of $0. Any offset amount that remains once tax payable is zero cannot be refunded.

2021–22 income year

Relevant income[72]	LMITO amount
$37,000 or less	$675
$37,001 to $48,000	$675 plus 7.5 cent for every dollar above $37,000
$48,001 to $90,000	$1,500
$90,001 to $126,000	$1,500 less 3 cents for every dollar above $90,000

69 Enacted by *Treasury Laws Amendment (Personal Income Tax Plan) Act 2018* which received Royal Assent as Act No. 47 of 2018, as modified by the *Treasury Laws Amendment (Tax Relief So Working Australians Keep More Of Their Money) Act 2019* which received Royal Assent as Act No. 52 of 2019 and the Treasury Laws Amendment (A Tax Plan for the COVID-19 Economic Recovery) Act 2020 which received Royal Assent on 14 October 2020 as Act No. 92 of 2020. The LMITO was extended to the 2021–22 income year by the *Treasury Laws Amendment (2021 Measures No. 4) Bill 2021* which received Royal Assent on 30 June 2021. The amount of the LMITO was increased to $420 by the *Treasury Laws Amendment (Cost of Living Support and Other Measures) Bill 2022* which received Royal Assent on 31 March 2022.

70 The offset is available if the trustee is taxed on a share of the net income of a trust on behalf of an Australian resident beneficiary that is under a legal disability, provided the amount of that share does not exceed $126,000. If a trustee is taxed in relation to the shares of multiple beneficiaries of the trust, the trustee is separately entitled to the offset in respect of each beneficiary's share of income in respect of which the trustee is taxed — see s. 61-105(3) of the *ITAA 1997.*

71 Sections 61-105(1) and (2) of the *ITAA 1997*.

72 *Relevant income* of the entity is the taxable income of an individual or the share of the net income of the trust in respect of which a trustee is taxed on behalf of a beneficiary — s. 61-107(1) of the *ITAA 1997*.

2018–19 to 2020–21 income years

Relevant income[73]	LMITO amount
$37,000 or less	$255
$37,001 to $48,000	$255, plus 7.5 per cent of the amount of relevant income exceeding $37,000 (to a maximum benefit of $1,080)
$48,001 to $90,000	$1,080 (maximum)[74]
$90,001 to $126,000	$1,080, less three per cent of the amount of relevant income exceeding $90,000

Note

In some cases, a taxpayer may be entitled to both the LMITO and the Beneficiary tax offset.[75] In this case, the Beneficiary Tax Offset applies to reduce tax payable *before* the LMITO.

Important

The LMITO is:

- capped[76] — i.e. the offset is not available to reduce tax payable on unearned income of minors taxed under the integrity rules in Div 6AA of Part III of the *ITAA 1936*
- non-refundable and cannot be carried forward or transferred
- not given a specific priority.[77]

New low income tax offset from 2020–21[78]

The new low income tax offset (new LITO) replaced the former LITO in the 2020–21 income year. It operates concurrently with the LMITO only in the 2020–21 and 2021–22 income years.[79].

The new LITO is available to Australian resident individuals (or certain trustees)[80] if their taxable income for the relevant income year does not exceed $66,667.[81]

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73 *Relevant income* of the entity is the taxable income of an individual or the share of the net income of the trust in respect of which a trustee is taxed on behalf of a beneficiary — s. 61-107(1) of the *ITAA 1997*.

74 The amount of the offset is capped. The amount of the cap is the amount of tax payable by the entity which is not payable in relation to the unearned income of minors taxed under the integrity rules in Div 6AA of Part III of the *ITAA 1936* (unearned income).

75 Section 160AAA of the *ITAA 1936*.

76 Section 61-107(2) and (4) of the *ITAA 1997*.

77 Item 20 of the table in s. 63-10(1) of the *ITAA 1997.*

78 Enacted by the *Treasury Laws Amendment (Personal Income Tax Plan) Act 2018* which received Royal Assent as Act No. 47 of 2018, as modified by the Treasury Laws Amendment (A Tax Plan for the COVID-19 Economic Recovery) Act 2020 which received Royal Assent on 14 October 2020 as Act No. 92 of 2020.

79 As noted above, The LMITO was extended to the 2021–22 income year by the *Treasury Laws Amendment (2021 Measures No. 4) Bill 2021* which received Royal Assent on 30 June 2021.

The amount of the new LITO which is available to a taxpayer depends on the taxpayer's relevant income level, as set out in the following table:

Relevant income[82] for the 2020–21 and later income years	New LITO amount
$37,500 or less	$700
$37,501 to $45,000	$700, less 5 per cent of the relevant income that exceeds $37,500
$45,001 to $66,667	$325, less an amount equal to 1.5 per cent of the relevant income that exceeds $45,000

Like the LMITO, the new LITO is:

- capped[83]
- non-refundable and cannot be carried forward or transferred
- not given a specific priority.[84]

Seniors and Pensioners Tax Offset (SAPTO)

Income year	Family status (pensioner)	Maximum offset per person	Income range for phasing out of SAPTO[85]
2018–19 to 2021–22	Single	$2,230	$32,279 – $50,119
	Married / de facto	$1,602 each	$28,974 (each) – $83,580 (combined income)
	Couple separated due to illness (each)	$2,040 each	$31,279 (each) – $95,198 (combined income)

80 The offset is available to trustees if the trustee is taxed on a share of the net income of a trust on behalf of an Australian resident beneficiary who is under a legal disability for that income year, provided the amount of that share does not exceed $66,667. If the trustee is taxed on the shares of multiple beneficiaries of the trust, the trustee is separately entitled to the new offset — see s. 61- 110(3) of the *ITAA* 1997. A beneficiary that receives the benefit of the offset from multiple sources may have to pay additional tax to undo the benefit of having received offsets greater than the amount they would have received if they had been personally assessed — see paras. 1.20 and 1.36 of the Explanatory Memorandum.

81 Section 61-110 of the *ITAA 1997*.

82 Relevant income of the entity is the taxable income of an individual or the share of the net income of the trust on which a trustee is taxed on behalf of a beneficiary — s. 61-115(1) of the *ITAA 1997*.

83 Section 61-115(2) and (4) of the *ITAA 1997*.

84 Item 20 of the table in s. 63-10(1) of the *ITAA 1997.*

85 The SAPTO is reduced by 12.5 cents per dollar of income above the bottom of the income range, and cuts out completely once the top of the threshold is reached.

Superannuation spouse contribution tax offset

Spouse's income[86] (A)	Maximum rebatable contributions (B)	Maximum rebate
$0 – $37,000	$3,000	18% × $3,000 = $540
$37,000 – $39,999	$3,000 – (**A** – $37,000)	18% of **B**
$40,000 +	Nil	Nil

Innovation tax offset

A tax offset of 20 per cent of the amount paid for qualifying shares is available for a qualifying investor in early stage innovation companies (ESIC). The innovation tax offset is available for shares issued on or after 1 July 2016, and is capped at $200,000.

Investors who do not meet the *sophisticated investor* test under the *Corporations Act 2001* will not be eligible for any tax incentives if their total investment in qualifying ESICs in an income year is more than $50,000.

Tax offset for early stage venture capital limited partnerships (ESVCLP)

Limited partners in an ESVCLP may be eligible for a non-refundable carry-forward tax offset of up to 10 per cent of the lesser of:

- the partner's contributions to the ESVCLP for the income year; and
- the partner's investment related amount (broadly the proportionate share of the investments made by the ESVCLP).[87]

For a limited partner to be eligible for the tax offset in relation to a contribution into a ESVCLP, the ESVCLP must be unconditionally registered on or after 7 December 2015.[88]

[86] This includes the spouse's assessable income, reportable fringe benefits and reportable employer superannuation contributions. Any assessable First home super saver released amount or COVID-19 early release of superannuation payment is excluded.

[87] Section 61-765 *ITAA 1997*.

[88] See s. 61-760 of the *ITAA 1997* for other eligibility requirements.

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Rates of research and development (R&D) tax offset

Income years commencing before1 July 2021

The rates of the R&D incentive detailed in the table in s. 355-100 of the *ITAA 1997* for notional deductions between $20,000 and $100 million can be summarised as follows:

	Rate of R&D tax offset	
Eligible entity type	**pre 1 July 2016**	**from 1 July 2016[89]**
Eligible entities, not controlled by tax exempt entity, with aggregated turnover <$20 million	45% (refundable)[90]	43.5% (refundable)[90]
Eligible entities, controlled by a tax exempt entity, where aggregated turnover is <$20 million	40% (non-refundable)[90]	38.5% (non-refundable)[90]
All other eligible entities	40% (non-refundable)[90]	38.5% (non-refundable)[90]

Note

The changes from 1 July 2016 did not affect the eligibility of entities to claim the R&D tax incentive or the general administration of the incentive.

For simplicity, no change was made to the provisions providing for the adjustment of tax benefits in respect of eligible R&D expenditure where the entity obtains a recoupment for the expenditure or sells feedstock to which the expenditure relates.

Income years commencing on or after 1 July 2021[91]

For income years commencing on or after 1 July 2021, the expenditure threshold is increased from $100 million to **$150 million**, and the rates of R&D incentive are as follows:

<table>
<tr><th>Eligible entity type</th><th>Rate of R&D tax offset</th></tr>
<tr><td>Eligible entities, not controlled by tax exempt entity, with aggregated turnover <$20 million</td><td>Entity’s corporate tax rate plus 18.5 percentage points premium
(refundable)</td></tr>
<tr><td>Eligible entities, controlled by a tax exempt entity, where aggregated turnover is <$20 million</td><td rowspan="2">The company’s corporate tax rate + ‘marginal intensity premium’*(as applicable — see below)</td></tr>
<tr><td>Eligible entities with aggregated turnover >$20 million</td></tr>
</table>

89 See the *Budget Savings (Omnibus) Act 2016*, which received Royal Assent as Act No. 55 of 2016 on 16 September 2016.

90 This offset is available in respect of the first $100 million of eligible expenditure.

91 Pursuant to amendments enacted by the *Treasury Laws Amendment (A Tax Plan for the COVID-19 Economic Recovery) Act 2020* which received Royal Assent on 14 October 2020 as Act No. 92 of 2020.

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*‘marginal intensity premium’ is the sum of the tier 1 and tier 2 amounts outlined in the following table:

Tier	R&D intensity range	Intensity premium
1	Notional deductions representing up to and including 2 per cent of total expenses	8.5%
2	Notional deductions representing greater than 2 per cent of total expenses	16.5%

Higher Education Loan Program (HELP)

HELP repayment income thresholds

The repayment thresholds and rates for the compulsory repayment of HELP debts are set out below.

Income year	Rate	HELP repayment income[92]
2022–23	Nil	Below $48,361
	The rates and corresponding HELP repayment income are yet to be advised for 2022–23.	
2021–22	Nil	Below $47,014
	1.0%	$47,014 — $54,282
	2.0%	$54,283 — $57,538
	2.5%	$57,539 — $60,991
	3.0%	$60,992 — $64,651
	3.5%	$64,652 — $68,529
	4.0%	$68,530 — $72,641
	4.5%	$72,642 — $77,001
	5.0%	$77,002 — $81,620
	5.5%	$81,621 — $86,518
	6.0%	$86,519 — $91,709
	6.5%	$91,710 — $97,212
	7.0%	$97,213 — $103,045

[92] HELP repayment income = taxable income + reportable fringe benefits + net investment losses + reportable superannuation contributions + exempt foreign employment income.

Income year	Rate	HELP repayment income[92]
	7.5%	$103,046 — $109,227
	8.0%	$109,228 — $115,781
	8.5%	$115,781 — $122,728
	9.0%	$122,729 — $130,092
	9.5%	$130,093 — $137,897
	10.0%	$137,898 and above
2020–21	Nil	Below $46,620
	1.0%	$46,620 — $53,826
	2.0%	$53,827 — $57,055
	2.5%	$57,056 — $60,479
	3.0%	$60,480 — $64,108
	3.5%	$64,109 — $67,954
	4.0%	$67,955 — $72,031
	4.5%	$72,032 — $76,354
	5.0%	$76,355 — $80,935
	5.5%	$80,936 — $85,792
	6.0%	$85,793 — $90,939
	6.5%	$90,940 — $96,396
	7.0%	$96,397 — $102,179
	7.5%	$102,180 — $108,309
	8.0%	$108,310 — $114,707
	8.5%	$114,708 — $121,698
	9.0%	$121,699 — $128,999
	9.5%	$129,000 — $136,739
	10%	$136,740 and above
2019–20	Nil	Below $45,881
	1.0%	$45,881 — $52,973

Income year	Rate	HELP repayment income[92]
	2.0%	$52,974 — $56,151
	2.5%	$56,152 — $59,521
	3.0%	$59,522 — $63,092
	3.5%	$63,093 — $66,877
	4.0%	$66,878 — $70,890
	4.5%	$70,891 — $75,144
	5.0%	$75,145 — $79,652
	5.5%	$79,653 — $84,432
	6.0%	$84,433 — $89,498
	6.5%	$89,499 — $94,868
	7.0%	$94,869 — $100,560
	7.5%	$100,561 — $106,593
	8.0%	$106,594 — $112,989
	8.5%	$112,990 — $119,769
	9.0%	$119,770 — $126,955
	9.5%	$126,956 — $134,572
	10%	$134,573 and above
2018–19	Nil	Below $51,957
	2.0%	$51,957 — $57,729
	4.0%	$57,730 — $64,306
	4.5%	$64,307 — $70,881
	5.0%	$70,882 — $74,607
	5.5%	$74,608 — $80,197
	6.0%	$80,198 — $86,855
	6.5%	$86,856 — $91,425
	7.0%	$91,426 — $100,613
	7.5%	$100,614 — $107,213

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Income year	Rate	HELP repayment income[92]
	8.0%	$107,214 and above
2017–18	Nil	Below $55,874
	4.0%	$55,874 — $62,238
	4.5%	$62,239 — $68,602
	5.0%	$68,603 — $72,207
	5.5%	$72,208 — $77,618
	6.0%	$77,619 — $84,062
	6.5%	$84,063 — $88,486
	7.0%	$88,487 — $97,377
	7.5%	$97,378 — $103,765
	8.0%	$103,766 and above

Website

Rates and income thresholds for prior income years are available at:

www.ato.gov.au/Rates/HELP,-TSL-and-SFSS-repayment-thresholds-and-rates/

Note — Repayment income

'Repayment income' includes:

- taxable income
- reportable fringe benefits (as reported on the payment summary)
- net investment losses (from financial investments and rental properties)
- reportable superannuation contributions
- any exempt foreign employment income amounts included in a tax return.

Overtime meal allowance

Income year	Reasonable amount
2022–23 income year	$33.25
2021–22 income year	$32.50
2020–21 income year	$31.95
2019–20 income year	$31.25
2018–19 income year	$30.60
2017–18 income year	$30.05

Employee truck drivers

Employee truck drivers who have received a travel allowance and who are required to sleep away from home may claim amounts up to the food and drink component only of the reasonable domestic daily travel allowance. The reasonable amounts are:

Income year	Salary range	Breakfast	Lunch	Dinner	Per day
2022–23	All	$26.80	$30.60	$52.75	-[93]
2021–22	All	$26.15	$29.85	$51.50	-[94]
2020–21	All	$25.75	$29.35	$50.65	-[95]
2019–20	All	$25.20	$28.75	$49.60	-[96]
2018–19	All	$24.70	$28.15	$48.60	-[97]
2017–18	All	$24.25	$27.65	$47.70	$99.60[98]

93 TD 2022/10 states that the amounts for each of these meal breaks are separate and cannot be aggregated into a single daily amount.

94 TD 2021/6 states that the amounts for each of these meal breaks are separate and cannot be aggregated into a single daily amount.

95 TD 2020/5 states that the amounts for each of these meal breaks are separate and cannot be aggregated into a single daily amount.

96 TD 2019/11 states that the amounts for each of these meal breaks are separate and cannot be aggregated into a single daily amount.

97 TD 2018/11 states that the amounts for each of these meal breaks are separate and cannot be aggregated into a single daily amount.

98 An earlier version of TD 2017/19 set out a daily rate of $55.30 with no reasonable amounts for an individual meal. TD 2017/19A1 confirms that employee truck drivers will not be disadvantaged if they follow the daily amount approach of $55.30 instead of the per meal approach.

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Domestic travel allowance

The Commissioner issues an annual determination setting out the reasonable amounts for travel allowance expenses in relation to daily accommodation rates; meals (breakfast, lunch and dinner); and deductible expenses incidental to the travel.

Reference

2022–23 income year — see TD 2022/10

2021–22 income year — see TD 2021/6

2020–21 income year — see TD 2020/5

2019–20 income year — see TD 2019/11

2018–19 income year — see TD 2018/11

2017–18 income year — see TD 2017/19

Reasonable amounts for the 2022–23 income year

The 2022–23 reasonable amounts are set out below, according to the following annual salary levels:

- up to $133,450
- from $133,451 to $237,520
- $237,521 and above.

TABLE 1 — Salary up to $133,450

Place	Accommodation	Food & drink	Incidentals	Daily Total
		Breakfast 29.90 Lunch 33.65 Dinner 57.30		
Adelaide	157	as above	21.30	299.15
Brisbane	175	as above	21.30	317.15
Canberra	168	as above	21.30	310.15
Darwin	220	as above	21.30	362.15
Hobart	147	as above	21.30	289.15
Melbourne	173	as above	21.30	315.15
Perth	180	as above	21.30	322.15
Sydney	198	as above	21.30	340.15

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Place	Accommodation	Food & drink	Incidentals	Daily Total
High cost country centres	see Table 4	as above	21.30	Variable
Tier 2 country centres (see **Table 5**)	134	Breakfast 26.80 Lunch 30.60 Dinner 52.75	21.30	265.45
Other country centres	121	Breakfast 26.80 Lunch 30.60 Dinner 52.75	21.30	249.45

TABLE 2 — Salary from $133,451 to $237,520

Place	Accommodation	Food & drink	Incidentals	Daily Total
		Breakfast 32.55 Lunch 46.00 Dinner 64.50 (total 143.05)		
Adelaide	208	as above	30.50	381.55
Brisbane	257	as above	30.50	430.55
Canberra	246	as above	30.50	419.55
Darwin	293	as above	30.50	466.55
Hobart	196	as above	30.50	369.55
Melbourne	228	as above	30.50	401.55
Perth	245	as above	30.50	418.55
Sydney	264	as above	30.50	437.55
High cost country centres	See Table 4	as above	30.50	Variable
Tier 2 country centres (see **Table 5**)	160	Breakfast 29.90 Lunch 30.60	30.50	310.60

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		Dinner	59.60		
Other country centres	145	Breakfast	29.90	30.50	295.60
		Lunch	30.60		
		Dinner	59.60		

TABLE 3 — Salary $237,521 and above

Place	Accommodation	Food & drink	Incidentals	Total
		Breakfast 38.20 Lunch 54.05 Dinner 75.65 (total 167.90)		
Adelaide	209	as above	30.50	407.40
Brisbane	257	as above	30.50	455.40
Canberra	246	as above	30.50	444.40
Darwin	293	as above	30.50	491.40
Hobart	196	as above	30.50	394.40
Melbourne	265	as above	30.50	463.40
Perth	265	as above	30.50	463.40
Sydney	265	as above	30.50	463.40
All country centres	$195, or the relevant amount in Table 4 if higher	as above	30.50	Variable

TABLE 4 — High cost country centres — accommodation component

Country centre	$	Country centre	$
Albany (WA)	179	Jabiru (NT)	216
Alice Springs (NT)	150	Kalgoorlie (WA)	172
Armidale	147	Karratha (WA)	215
Ballarat (VIC)	159	Katherine (NT)	162

Country centre	$	Country centre	$
Bathurst (NSW)	141	Kununurra (WA)	204
Bega (NSW)	145	Launceston (TAS)	143
Benalla (VIC)	143	Lismore (NSW)	144
Bendigo (VIC)	140	Mackay (QLD)	161
Bordertown (SA)	149	Maitland (NSW)	163
Bourke (NSW)	165	Mount Gambier (SA)	142
Bright (VIC)	167	Mount Isa (QLD)	168
Broken Hill (NSW)	152	Mudgee (NSW)	164
Broome (WA)	220	Muswellbrook (NSW)	157
Bunbury (WA)	157	Newcastle (NSW)	185
Bundaberg (QLD	147	Newman (WA)	239
Burnie (Tas)	164	Nhulunbuy (NT)	230
Cairns (QLD)	163	Norfolk Island (NSW)	190
Carnarvon (WA)	156	Northam (WA)	189
Castlemaine (VIC)	146	Nowra (NSW)	147
Chinchilla (QLD)	143	Orange (NSW)	176
Christmas Island (WA)	198	Port Hedland (WA)	175
Cobar (NSW)	144	Port Lincoln (SA)	170
Cocos (Keeling) Islands (WA)	331	Port Macquarie (NSW)	170
Coffs Harbour (NSW)	148	Port Pirie (SA)	150
Colac (VIC)	138	Queanbeyan (NSW)	139
Dalby (QLD)	177	Queenstown (TAS)	136
Dampier (WA)	175	Rockhampton (QLD)	139
Derby (WA)	170	Roma (QLD)	146
Devonport (TAS)	158	Shepparton (VIC)	150
Dubbo (NSW)	148	Swan Hill (VIC)	154

Country centre	$	Country centre	$
Emerald (QLD)	156	Tennant Creek (NT)	146
Esperance (WA)	162	Toowoomba (QLD)	144
Exmouth (WA)	190	Thursday Island (QLD)	258
Geelong (VIC)	149	Townsville (QLD)	143
Geraldton (WA)	165	Wagga Wagga (NSW)	154
Gladstone (QLD)	155	Wangaratta (VIC)	158
Gold Coast (QLD)	209	Weipa (QLD)	190
Gosford (NSW)	145	Whyalla (SA)	145
Griffith (NSW)	138	Wilpena-Pound (SA)	193
Halls Creek (WA)	170	Wollongong (NSW)	158
Hervey Bay (QLD)	157	Wonthaggi (VIC)	160
Horn Island (QLD)	295	Yulara (NT)	440
Horsham (VIC)	154		

TABLE 5 — Tier 2 country centres

Country centre	Country centre
Albury (NSW)	Kingaroy (QLD)
Ararat (VIC)	Maryborough (QLD)
Ayr (QLD)	Mildura (VIC)
Bairnsdale (VIC)	Nambour (QLD)
Ceduna (SA)	Naracoorte (SA)
Charters Towers (QLD)	Narrabri (NSW)
Cooma (NSW)	Port Augusta (SA)
Cowra (NSW)	Portland (VIC)
Echuca (VIC)	Renmark (SA)
Goulburn (NSW)	Sale (VIC)
Grafton (NSW)	Seymour (VIC)

Country centre	Country centre
Gunnedah (NSW)	Tamworth (NSW)
Hamilton (VIC)	Taree (NSW)
Innisfail (QLD)	Tumut (NSW)
Inverell (NSW)	Warrnambool (VIC)
Kadina (SA)	Wodonga (VIC)

Reasonable amounts for the 2021–22 income year

The 2021–22 reasonable amounts are set out below, according to the following annual salary levels:

- up to $129,250
- from $129,251 to $230,050
- $230,051 and above.

TABLE 1 — Salary up to $129,250

Place	Accommodation	Food & drink	Incidentals	Daily Total
		Breakfast 29.20 Lunch 32.85 Dinner 56.00 (total 118.05)		
Adelaide	157	as above	20.60	295.62
Brisbane	175	as above	20.60	313.65
Canberra	168	as above	20.60	306.65
Darwin	220	as above	20.60	358.65
Hobart	147	as above	20.60	285.65
Melbourne	173	as above	20.60	311.65
Perth	180	as above	20.60	318.65
Sydney	198	as above	20.60	336.65
High cost country centres	see Table 4	as above	20.60	variable
Tier 2 country centres	134	Breakfast 26.15	20.60	262.10

Place	Accommodation	Food & drink	Incidentals	Daily Total
(see **Table 5**)		Lunch 29.85 Dinner 51.50		

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Place	Accommodation	Food & drink	Incidentals	Daily Total
Other country centres	118	Breakfast 26.15 Lunch 29.85 Dinner 51.50	20.60	262.10

TABLE 2 — Salary from $129,251 to $230,050

Place	Accommodation	Food & drink	Incidentals	Daily Total
		Breakfast 31.80 Lunch 45.00 Dinner 63.00 (total 139.80)		
Adelaide	208	as above	29.45	377.25
Brisbane	257	as above	29.45	426.25
Canberra	246	as above	29.45	415.25
Darwin	293	as above	29.45	462.25
Hobart	196	as above	29.45	365.25
Melbourne	228	as above	29.45	397.25
Perth	245	as above	29.45	414.25
Sydney	264	as above	29.45	433.25
High cost country centres	See Table 4	as above	29.45	Variable
Tier 2 country centres (see **Table 5**)	154	Breakfast 29.20 Lunch 29.85 Dinner 58.20	29.45	300.70
Other country centres	142	Breakfast 29.20 Lunch 29.85 Dinner 58.20	29.45	288.70

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TABLE 3 — Salary $230,051 and above

Place	Accommodation	Food & drink	Incidentals	Total
		Breakfast 37.50 Lunch 53.10 Dinner 74.30 (total 164.90		
Adelaide	209	as above	29.45	403.35
Brisbane	257	as above	29.45	451.35
Canberra	246	as above	29.45	440.35
Darwin	293	as above	29.45	487.35
Hobart	196	as above	29.45	390.35
Melbourne	265	as above	29.45	459.35
Perth	265	as above	29.45	459.35
Sydney	265	as above	29.45	459.35
All country centres	$195, or the relevant amount in Table 4 if higher	as above	29.45	variable

TABLE 4 — High cost country centres — accommodation component

Country centre	$	Country centre	$
Albany (WA)	179	Kalgoorlie (WA)	172
Alice Springs (NT)	150	Karratha (WA)	215
Armidale	147	Katherine (NT)	158
Ballarat (VIC)	154	Kununurra (WA)	204
Bathurst (NSW)	141	Launceston (TAS)	141
Bega (NSW)	145	Lismore (NSW)	144
Benalla (VIC)	142	Mackay (QLD)	161
Bendigo (VIC)	140	Maitland (NSW)	155
Bordertown (SA)	149	Mount Gambier (SA)	140

Country centre	$	Country centre	$
Bourke (NSW)	165	Mount Isa (QLD)	168
Bright (VIC)	167	Mudgee (NSW)	159
Broken Hill (NSW)	152	Muswellbrook (NSW)	157
Broome (WA)	220	Newcastle (NSW)	185
Bunbury (WA)	155	Newman (WA)	170
Burnie (Tas)	164	Nhulunbuy (NT)	230
Cairns (QLD)	163	Norfolk Island (NSW)	190
Carnarvon (WA)	156	Northam (WA)	145
Castlemaine (VIC)	146	Nowra (NSW)	146
Chinchilla (QLD)	143	Orange (NSW)	156
Christmas Island (WA)	198	Port Hedland (WA)	175
Cobar (NSW)	144	Port Lincoln (SA)	170
Cocos (Keeling) Islands (WA)	331	Port Macquarie (NSW)	170
Coffs Harbour (NSW)	148	Port Pirie (SA)	150
Colac (VIC)	138	Queanbeyan (NSW)	139
Dalby (QLD)	177	Queenstown (TAS)	136
Dampier (WA)	175	Roma (QLD)	142
Derby (WA)	170	Shepparton (VIC)	150
Devonport (TAS)	158	Swan Hill (VIC)	136
Emerald (QLD)	156	Tennant Creek (NT)	146
Esperance (WA)	162	Toowoomba (QLD)	144
Exmouth (WA)	190	Thursday Island (QLD)	200
Geraldton (WA)	165	Townsville (QLD)	143
Gladstone (QLD)	155	Wagga Wagga (NSW)	152
Gold Coast (QLD)	209	Wangaratta (VIC)	144
Gosford (NSW)	145	Weipa (QLD)	138

Country centre	$	Country centre	$
Halls Creek (WA)	170	Whyalla (SA)	145
Hervey Bay (QLD)	157	Wilpena-Pound (SA)	193
Horn Island (QLD)	200	Wollongong (NSW)	155
Horsham (VIC)	154	Wonthaggi (VIC)	152
Jabiru (NT)	216	Yulara (NT)	440

TABLE 5 — Tier 2 country centres

Country centre	Country centre
Albury (NSW)	Inverell (NSW)
Ararat (VIC)	Kadina (SA)
Ayr (QLD)	Kingaroy (QLD)
Bairnsdale (VIC)	Maryborough (QLD)
Bundaberg (QLD)	Mildura (VIC)
Ceduna (SA)	Naracoorte (SA)
Charters Towers (QLD)	Narrabri (NSW)
Cooma (NSW)	Port Augusta (SA)
Cowra (NSW)	Portland (VIC)
Dubbo (NSW)	Renmark (SA)
Echuca (VIC)	Rockhampton (QLD)
Geelong (VIC)	Sale (VIC)
Goulburn (NSW)	Seymour (VIC)
Grafton (NSW)	Tamworth (NSW)
Griffith (NSW)	Taree (NSW)
Gunnedah (NSW)	Tumut (NSW)
Hamilton (VIC)	Warrnambool (VIC)
Innisfail (QLD)	Wodonga (VIC)

Reasonable amounts for the 2020–21 income year

The 2020–21 reasonable amounts are set out below, according to the following annual salary levels:

- up to $126,970
- from $126,971 to $225,980
- $225,981 and above.

TABLE 1 — Salary up to $126,970

Place	Accommodation	Food & drink	Incidentals	Daily Total
		Breakfast 28.70 Lunch 32.30 Dinner 55.05 (total 116.05)		
Adelaide	157	as above	20.40	293.45
Brisbane	175	as above	20.40	311.45
Canberra	168	as above	20.40	304.45
Darwin	220	as above	20.40	356.45
Hobart	147	as above	20.40	283.45
Melbourne	173	as above	20.40	309.45
Perth	180	as above	20.40	316.45
Sydney	188	as above	20.40	324.45
High cost country centres	see Table 4	as above	20.40	variable
Tier 2 country centres (see **Table 5**)	134	Breakfast 25.75 Lunch 29.35 Dinner 50.65	20.40	260.15
Other country centres	114	Breakfast 25.75 Lunch 29.35 Dinner 50.65	20.40	240.15

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TABLE 2 — Salary from $126,971 to $225,980

Place	Accommodation	Food & drink	Incidentals	Daily Total
		Breakfast 31.25 Lunch 44.25 Dinner 61.95 (total 137.45)		
Adelaide	208	as above	29.20	374.65
Brisbane	257	as above	29.20	423.65
Canberra	246	as above	29.20	412.65
Darwin	293	as above	29.20	459.65
Hobart	196	as above	29.20	365.65
Melbourne	228	as above	29.20	394.65
Perth	245	as above	29.20	411.65
Sydney	251	as above	29.20	417.65
High cost country centres	See Table 4	as above	29.20	Variable
Tier 2 country centres (see **Table 5**)	152	Breakfast 28.70 Lunch 29.35 Dinner 57.20	29.20	296.45
Other country centres	136	Breakfast 28.70 Lunch 29.35 Dinner 57.20	29.20	280.45

TABLE 3 — Salary $225,981 and above

Place	Accommodation	Food & drink	Incidentals	Total
		Breakfast 36.80 Lunch 52.20 Dinner 73.10		

Place	Accommodation	Food & drink	Incidentals	Total
		(total 162.10)		
Adelaide	209	as above	29.20	400.30
Brisbane	257	as above	29.20	448.30
Canberra	246	as above	29.20	437.30
Darwin	293	as above	29.20	484.30
Hobart	196	as above	29.20	387.30
Melbourne	265	as above	29.20	456.30
Perth	265	as above	29.20	456.30
Sydney	265	as above	29.20	456.30
All country centres	$195, or the relevant amount in Table 4 if higher	as above	29.20	Variable

TABLE 4 — High cost country centres — accommodation component

Country centre	$	Country centre	$
Albany (WA)	179	Kalgoorlie (WA)	172
Alice Springs (NT)	150	Karratha (WA)	215
Ballarat (VIC)	151	Katherine (NT)	158
Bathurst (NSW)	135	Kununurra (WA)	204
Bega (NSW)	145	Launceston (TAS)	141
Benalla (VIC)	140	Mackay (QLD)	161
Bendigo (VIC)	138	Maitland (NSW)	152
Bordertown (SA)	149	Mount Gambier (SA)	140
Bourke (NSW)	165	Mount Isa (QLD)	160
Bright (VIC)	165	Mudgee (NSW)	150
Broken Hill (NSW)	144	Muswellbrook (NSW)	148
Broome (WA)	220	Newcastle (NSW)	174
Bunbury (WA)	155	Newman (WA)	170

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Country centre	$	Country centre	$
Burnie (Tas)	164	Nhulunbuy (NT)	222
Cairns (QLD)	153	Norfolk Island (NSW)	190
Carnarvon (WA)	156	Northam (WA)	143
Castlemaine (VIC)	146	Orange (NSW)	155
Chinchilla (QLD)	143	Port Hedland (WA)	175
Christmas Island (WA)	190	Port Lincoln (SA)	170
Cocos (Keeling) Islands (WA)	319	Port Macquarie (NSW)	161
Coffs Harbour (NSW)	140	Port Pirie (SA)	150
Colac (VIC)	138	Queanbeyan (NSW)	139
Dalby (QLD)	164	Queenstown (TAS)	136
Dampier (WA)	175	Roma (QLD)	139
Derby (WA)	170	Shepparton (VIC)	148
Devonport (TAS)	158	Swan Hill (VIC)	136
Emerald (QLD)	156	Tennant Creek (NT)	146
Esperance (WA)	160	Toowoomba (QLD)	144
Exmouth (WA)	190	Thursday Island (QLD)	200
Geraldton (WA)	165	Townsville (QLD)	143
Gladstone (QLD)	155	Wagga Wagga (NSW)	144
Gold Coast (QLD)	209	Wangaratta (VIC)	142
Gosford (NSW)	140	Weipa (QLD)	138
Halls Creek (WA)	170	Whyalla (SA)	145
Hervey Bay (QLD)	157	Wilpena-Pound (SA)	193
Horn Island (QLD)	200	Wollongong (NSW)	155
Horsham (VIC)	152	Wonthaggi (VIC)	150
Jabiru (NT)	216	Yulara (NT)	420

TABLE 5 — Tier 2 country centres

Country centre	Country centre
Albury (NSW)	Hamilton (VIC)
Ararat (VIC)	Innisfail (QLD)
Armidale (NSW)	Kadina (SA)
Ayr (QLD)	Kingaroy (QLD)
Bairnsdale (VIC)	Lismore (NSW)
Bundaberg (QLD)	Mildura (VIC)
Ceduna (SA)	Naracoorte (SA)
Charters Towers (QLD)	Nowra (NSW)
Cobar (NSW)	Port Augusta (SA)
Cooma (NSW)	Portland (VIC)
Cowra (NSW)	Renmark (SA)
Dubbo (NSW)	Rockhampton (QLD)
Echuca (VIC)	Sale (VIC)
Geelong (VIC)	Seymour (VIC)
Goulburn (NSW)	Tamworth (NSW)
Grafton (NSW)	Tumut (NSW)
Griffith (NSW)	Warrnambool (VIC)
Gunnedah (NSW)	Wodonga (VIC)

Reasonable amounts for the 2019–20 income year

The 2019–20 reasonable amounts are set out below, according to the following annual salary levels:

- up to $124,480
- from $124,481 to $221,550
- $221,551 and above.

TABLE 1 — Salary up to $124,480

Place	Accommodation	Food & drink	Incidentals	Daily Total
		Breakfast 28.15 Lunch 31.65 Dinner 53.90 (total 113.70)		
Adelaide	157	as above	20.05	290.75
Brisbane	175	as above	20.05	308.75
Canberra	168	as above	20.05	301.75
Darwin	220	as above	20.05	353.75
Hobart	147	as above	20.05	280.75
Melbourne	173	as above	20.05	306.75
Perth	180	as above	20.05	313.75
Sydney	188	as above	20.05	321.75
High cost country centres	see Table 4	as above	20.05	Variable
Tier 2 country centres (see **Table 5**)	134 157	Breakfast 25.20 Lunch 28.75 Dinner 49.60	20.05	257.60
Other country centres	110	Breakfast 25.20 Lunch 28.75 Dinner 49.60	20.05	237.60

TABLE 2 — Salary from $124,481 to $221,550

Place	Accommodation	Food & drink	Incidentals	Daily Total
		Breakfast 30.60 Lunch 43.35 Dinner 60.65		

		(total 134.60)		
Adelaide	208	as above	28.70	371.30
Brisbane	257	as above	28.70	420.30
Canberra	246	as above	28.70	409.30
Darwin	293	as above	28.70	456.30
Hobart	196	as above	28.70	359.30
Melbourne	228	as above	28.70	391.30
Perth	245	as above	28.70	408.30
Sydney	251	as above	28.70	414.30
High cost country centres	See Table 4	as above	28.70	Variable
Tier 2 country centres (see **Table 5**)	152	Breakfast 28.15 Lunch 28.75 Dinner 56.05	28.70	293.65
Other country centres	134	Breakfast 28.15 Lunch 28.75 Dinner 56.05	28.70	275.65

TABLE 3 — Salary $221,551 and above

Place	Accommodation	Food & drink	Incidentals	Total
		Breakfast 36.10 Lunch 51.15 Dinner 71.55 (total 158.80)		
Adelaide	209	as above	28.70	396.50
Brisbane	257	as above	28.70	444.50
Canberra	246	as above	28.70	433.50
Darwin	293	as above	28.70	480.50

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Place	Accommodation	Food & drink	Incidentals	Total
Hobart	196	as above	28.70	383.50
Melbourne	265	as above	28.70	452.50
Perth	265	as above	28.70	452.50
Sydney	265	as above	28.70	452.50
All country centres	$195, or the relevant amount in Table 4 if higher	as above	28.70	Variable

TABLE 4 — High cost country centres — accommodation component

Country centre	$	Country centre	$
Albany (WA)	179	Kalgoorlie (WA)	172
Alice Springs (NT)	150	Karratha (WA)	215
Ballarat	148	Katherine (NT)	158
Bathurst (NSW)	135	Kununurra (WA)	204
Bega (NSW)	145	Launceston (TAS)	141
Benalla	137	Mackay (QLD)	161
Bendigo	135	Maitland (NSW)	152
Bordertown (SA)	149	Mount Gambier (SA)	137
Bourke (NSW)	165	Mount Isa (QLD)	160
Bright (VIC)	162	Mudgee (NSW)	146
Broken Hill (NSW)	139	Muswellbrook (NSW)	143
Broome (WA)	220	Newcastle (NSW)	169
Bunbury (WA)	155	Newman (WA)	170
Burnie (Tas)	164	Norfolk Island (NSW)	190
Cairns (QLD)	153	Northam (WA)	140
Carnarvon (WA)	156	Orange (NSW)	155
Castlemaine (VIC)	146	Port Hedland (WA)	175
Chinchilla (QLD)	143	Port Lincoln (SA)	170

Country centre	$	Country centre	$
Christmas Island (WA)	184	Port Macquarie (NSW)	158
Cocos (Keeling) Islands (WA)	302	Port Pirie (SA)	150
Coffs Harbour (NSW)	137	Queanbeyan (NSW)	139
Colac (VIC)	138	Queenstown (TAS)	136
Dalby (QLD)	162	Roma (QLD)	139
Dampier (WA)	175	Shepparton (VIC)	145
Derby (WA)	170	Swan Hill (VIC)	136
Devonport (TAS)	158	Tennant Creek (NT)	146
Emerald (QLD)	156	Toowoomba (QLD)	144
Esperance (WA)	155	Thursday Island (QLD)	200
Exmouth (WA)	190	Townsville (QLD)	143
Geraldton (WA)	165	Wagga Wagga (NSW)	144
Gladstone (QLD)	155	Wangaratta (VIC)	139
Gold Coast (QLD)	209	Weipa (QLD)	138
Gosford (NSW)	140	Whyalla (SA)	145
Halls Creek (WA)	170	Wilpena-Pound (SA)	193
Hervey Bay (QLD)	157	Wollongong (NSW)	155
Horn Island (QLD)	200	Wonthaggi (VIC)	146
Horsham (VIC)	148	Yulara (NT)	400
Jabiru (NT)	216		

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TABLE 5 — Tier 2 country centres

Country centre	Country centre
Albury (NSW)	Kadina (SA)
Ararat (VIC)	Kingaroy (QLD)
Armidale (NSW)	Lismore (NSW)
Ayr (QLD)	Mildura (VIC)
Bairnsdale (VIC)	Naracoorte (SA)
Bundaberg (QLD)	Nowra (NSW)
Ceduna (SA)	Port Augusta (SA)
Charters Towers (QLD)	Portland (VIC)
Cooma (NSW)	Renmark (SA)
Dubbo (NSW)	Rockhampton (QLD)
Echuca (VIC)	Sale (VIC)
Geelong (VIC)	Seymour (VIC)
Goulburn (NSW)	Naracoorte (SA)
Griffith (NSW)	Nowra (NSW)
Gunnedah (NSW)	Tamworth (NSW)
Hamilton (VIC)	Tumut (NSW)
Innisfail (QLD)	Warrnambool (VIC)
	Wodonga (VIC)

▶ Reasonable amounts for the 2018–19 income year

The 2018–19 reasonable amounts are set out below, according to the following annual salary levels:

- up to $122,040
- from $122,041 to $217,200
- $217,201 and above.

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TABLE 1 — Salary up to $122,040

Place	Accommodation	Food & drink	Incidentals	Daily Total
		Breakfast 27.55 Lunch 31.00 Dinner 52.80 (total 111.35)		
Adelaide	157	as above	19.70	288.05
Brisbane	175	as above	19.70	306.05
Canberra	168	as above	19.70	299.05
Darwin	220	as above	19.70	351.05
Hobart	147	as above	19.70	278.05
Melbourne	173	as above	19.70	304.05
Perth	180	as above	19.70	311.05
Sydney	188	as above	19.70	319.05
High cost country centres	see Table 4	as above	19.70	Variable
Tier 2 country centres (see **Table 5**)	134 157	Breakfast 24.70 Lunch 28.15 Dinner 48.60	19.70	255.15
Other country centres	110	Breakfast 24.70 Lunch 28.15 Dinner 48.60	19.70	231.15

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TABLE 2 — Salary from $122,041 to $217,200

Place	Accommodation	Food & drink		Incidentals	Daily Total
		Breakfast	30.00		
		Lunch	42.45		
		Dinner	59.40		
		(total 131.85)			
Adelaide	208	as above		28.20	368.05
Brisbane	257	as above		28.20	417.05
Canberra	246	as above		28.20	406.05
Darwin	293	as above		28.20	453.05
Hobart	196	as above		28.20	356.05
Melbourne	228	as above		28.20	388.05
Perth	245	as above		28.20	405.05
Sydney	251	as above		28.20	411.05
High cost country centres	See Table 4	as above		28.20	Variable
Tier 2 country centres (see **Table 5**)	152	Breakfast	27.55	28.20	290.80
		Lunch	28.15		
		Dinner	54.90		
Other country centres	134	Breakfast	27.55	28.20	272.80
		Lunch	28.15		
		Dinner	54.90		

TABLE 3 — Salary $217,201 and above

Place	Accommodation	Food & drink		Incidentals	Total
		Breakfast	35.40		
		Lunch	50.05		
		Dinner	70.05		

Place	Accommodation	Food & drink	Incidentals	Total
		(total 155.50)		
Adelaide	209	as above	28.20	392.70
Brisbane	257	as above	28.20	440.70
Canberra	246	as above	28.20	429.70
Darwin	293	as above	28.20	476.70
Hobart	196	as above	28.20	379.70
Melbourne	265	as above	28.20	448.70
Perth	265	as above	28.20	448.70
Sydney	265	as above	28.20	448.70
All country centres	$195, or the relevant amount in Table 4 if higher	as above	28.20	Variable

TABLE 4 — High cost country centres — accommodation component

Country centre	$	Country centre	$
Albany (WA)	179	Jabiru (NT)	216
Alice Springs (NT)	150	Kalgoorlie (WA)	172
Bathurst (NSW)	135	Karratha (WA)	250
Bega (NSW)	145	Katherine (NT)	158
Bordertown (SA)	149	Kununurra (WA)	204
Bourke (NSW)	165	Launceston (TAS)	141
Bright (VIC)	159	Mackay (QLD)	161
Broken Hill (NSW)	139	Maitland (NSW)	152
Broome (WA)	260	Mount Isa (QLD)	160
Bunbury (WA)	155	Mudgee (NSW)	139
Burnie (Tas)	160	Newcastle (NSW)	168
Cairns (QLD)	153	Newman (WA)	195
Carnarvon (WA)	156	Norfolk Island (NSW)	240

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Country centre	$	Country centre	$
Castlemaine (VIC)	146	Northam (WA)	140
Chinchilla (QLD)	143	Orange (NSW)	155
Christmas Island (WA)	180	Port Hedland (WA)	200
Cocos (Keeling) Islands (WA)	302	Port Lincoln (SA)	170
Coffs Harbour (NSW)	137	Port Macquarie (NSW)	158
Colac (VIC)	138	Port Pirie (SA)	150
Dalby (QLD)	150	Queanbeyan (NSW)	139
Dampier (WA)	175	Queenstown (TAS)	136
Derby (WA)	190	Roma (QLD)	139
Devonport (TAS)	158	Swan Hill (VIC)	136
Emerald (QLD)	156	Tennant Creek (NT)	146
Esperance (WA)	155	Toowoomba (QLD)	144
Exmouth (WA)	220	Thursday Island (QLD)	200
Geraldton (WA)	178	Townsville (QLD)	143
Gladstone (QLD)	155	Wagga Wagga (NSW)	144
Gold Coast (QLD)	209	Weipa (QLD)	138
Gosford (NSW)	140	Whyalla (SA)	145
Halls Creek (WA)	170	Wilpena-Pound (SA)	193
Hervey Bay (QLD)	157	Wollongong (NSW)	155
Horn Island (QLD)	200	Wonthaggi (VIC)	142
Horsham (VIC)	144	Yulara (NT)	300

TABLE 5 — Tier 2 country centres

Country centre	Country centre
Albury (NSW)	Kadina (SA)
Ararat (VIC)	Kingaroy (QLD)
Armidale (NSW)	Lismore (NSW)
Ayr (QLD)	Mildura (VIC)
Bairnsdale (VIC)	Mount Gambier (SA)
Ballarat (VIC)	Muswellbrook (NSW)
Benalla (VIC)	Naracoorte (SA)
Bendigo (VIC)	Nowra (NSW)
Bundaberg (QLD)	Port Augusta (SA)
Ceduna (SA)	Portland (VIC)
Charters Towers (QLD)	Renmark (SA)
Cooma (NSW)	Rockhampton (QLD)
Dubbo (NSW)	Sale (VIC)
Echuca (VIC)	Seymour (VIC)
Geelong (VIC)	Shepparton (VIC)
Goulburn (NSW)	Tamworth (NSW)
Griffith (NSW)	Tumut (NSW)
Gunnedah (NSW)	Wangaratta (VIC)
Hamilton (VIC)	Warrnambool (VIC)
Innisfail (QLD)	Wodonga (VIC)

Reasonable amounts for the 2017–18 income year

The 2017–18 reasonable amounts are set out below, according to the following annual salary levels:

- up to $119,650
- from $119,651 to $212,950
- $212,951 and above.

TABLE 1 — Salary up to $119,650

Place	Accommodation	Food & drink	Incidentals	Daily Total
		Breakfast 27.05 Lunch 30.45 Dinner 51.85 (total 109.35)		
Adelaide	157	as above	19.35	285.70
Brisbane	205	as above	19.35	333.70
Canberra	168	as above	19.35	296.70
Darwin	216	as above	19.35	344.70
Hobart	138	as above	19.35	266.70
Melbourne	173	as above	19.35	301.70
Perth	203	as above	19.35	331.70
Sydney	185	as above	19.35	313.70
High cost country centres	See Table 4	as above	19.35	Variable
Tier 2 country centres (see **Table 5**)	134	Breakfast 24.25 Lunch 27.65 Dinner 47.70	19.35	252.95
Other country centres	110	Breakfast 24.25 Lunch 27.65 Dinner 47.70	19.35	228.95

TABLE 2 — Salary from $119,651 to $212,950

Place	Accommodation	Food & drink	Incidentals	Daily Total
		Breakfast 29.45 Lunch 41.70 Dinner 58.35 (total 129.50)		
Adelaide	208	as above	27.65	365.15
Brisbane	257	as above	27.65	414.15
Canberra	246	as above	27.65	403.15
Darwin	287	as above	27.65	444.15
Hobart	184	as above	27.65	341.15
Melbourne	228	as above	27.65	385.15
Perth	245	as above	27.65	402.15
Sydney	247	as above	27.65	404.15
High cost country centres	See Table 4	as above	27.65	Variable
Tier 2 country centres (see **Table 5**)	152	Breakfast 27.05 Lunch 27.65 Dinner 53.90	27.65	288.25
Other country centres	134	Breakfast 27.05 Lunch 27.65 Dinner 53.90	27.65	270.25

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TABLE 3 — Salary $212,951 and above

Place	Accommodation	Food & drink	Incidentals	Total
		Breakfast 34.75 Lunch 49.20 Dinner 68.85 (total 152.80)		
Adelaide	209	as above	27.65	389.45
Brisbane	257	as above	27.65	437.45
Canberra	246	as above	27.65	426.45
Darwin	287	as above	27.65	467.45
Hobart	195	as above	27.65	375.45
Melbourne	265	as above	27.65	445.45
Perth	265	as above	27.65	445.45
Sydney	265	as above	27.65	445.45
All country centres	$195, or the relevant amount in **Table 4** if higher	as above	27.65	Variable

TABLE 4 — High cost country centres — accommodation component

Country centre	$	Country centre	$
Albany (WA)	179	Horsham (VIC)	142
Alice Springs (NT)	150	Jabiru (NT)	216
Bordertown (SA)	140	Kalgoorlie (WA)	159
Bourke (NSW)	165	Karratha (WA)	250
Bright (VIC)	156	Katherine (NT)	138
Broome (WA)	260	Kununurra (WA)	195
Bunbury (WA)	155	Mackay (Qld)	161
Burnie (Tas)	160	Maitland (NSW)	152
Cairns (QLD)	153	Mount Isa (QLD)	160

Country centre	$	Country centre	$
Carnarvon (WA)	151	Mudgee (QLD)	135
Castlemaine (VIC)	146	Newcastle (NSW)	165
Chinchilla (QLD)	143	Newman (WA)	195
Christmas Island (WA)	180	Norfolk Island	240
Cocos (Keeling) Islands (WA)	285	Northam (WA)	140
Colac (VIC)	138	Orange (NSW)	155
Dalby (QLD)	150	Port Hedland (WA)	200
Dampier (WA)	175	Port Lincoln (SA)	170
Derby (WA)	190	Port Macquarie (NSW)	152
Devonport (TAS)	145	Port Pirie (SA)	150
Emerald (QLD)	156	Roma (QLD)	139
Esperance (WA)	141	Thursday Island (QLD)	200
Exmouth (WA)	220	Townsville (QLD)	143
Geraldton (WA)	175	Wagga Wagga (NSW)	144
Gladstone (QLD)	155	Weipa (QLD)	138
Gold Coast (QLD)	200	Whyalla (SA)	145
Gosford (NSW)	140	Wilpena-Pound (SA)	181
Halls Creek (WA)	170	Wollongong (NSW)	149
Hervey Bay (QLD)	157	Wonthaggi (VIC)	138
Horn Island (QLD)	200	Yulara (NT)	300

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TABLE 5 — Tier 2 country centres

Country centre	Country centre
Albury (NSW)	Kingaroy (QLD)
Ararat (VIC)	Launceston (TAS)
Armidale (NSW)	Lismore (NSW)
Ayr (QLD)	Mildura (VIC)
Bairnsdale (VIC)	Mount Gambier (SA)
Ballarat (VIC)	Muswellbrook (NSW)
Bathurst (NSW)	Naracoorte (SA)
Bega (NSW)	Nowra (NSW)
Benalla (VIC)	Port Augusta (SA)
Bendigo (VIC)	Portland (Vic)
Broken Hill (NSW)	Queanbeyan (NSW)
Bundaberg (QLD)	Queenstown (TAS)
Ceduna (SA)	Renmark (SA)
Charters Towers (QLD)	Rockhampton (Qld)
Coffs Harbour (NSW)	Sale (VIC)
Cooma (NSW)	Seymour (VIC)
Dubbo (NSW)	Shepparton (VIC)
Echuca (VIC)	Swan Hill (VIC)
Geelong (VIC)	Tamworth (NSW)
Goulburn (NSW)	Tennant Creek (NT)
Griffith (NSW)	Toowoomba (QLD)
Gunnedah (NSW)	Tumut (NSW)
Hamilton (VIC)	Wangaratta (VIC)
Innisfail (QLD)	Warrnambool (VIC)
Kadina (SA)	Wodonga (VIC)

Foreign exchange rates

Country	2021–22 financial year		2020–21 financial year		2019–20 financial year	
	Average	Year end	Average	Year end	Average	Year end
Canada	0.9184	0.8885	0.9572	0.9318	0.9221	0.9387
China	4.6849	4.6122	4.9413	4.8553	NA	4.8523
Denmark	NA	NA	NA	NA	NA	NA
Europe	0.6440	0.6589	0.6260	0.6320	0.6217	0.6111
Fiji	NA	NA	NA	NA	NA	NA
Hong Kong	5.6645	5.4058	5.7921	5.8382	5.3628	5.3191
India	54.6773	54.3700	55.0235	55.9200	49.0061	51.8100
Indonesia	10,442.5020	10,253.00	10752.0992	10927.00	NA	9773.0000
Israel	NA	NA	NA	NA	NA	NA
Japan	85.1057	93.9500	79.5516	83.0700	74.3606	73.9400
Kuwait	NA	NA	NA	NA	NA	NA
Malaysia	3.0698	3.0353	3.0806	3.1218	NA	2.9374
New Caledonia / Tahiti	NA	NA	NA	NA	NA	NA
New Zealand	1.0666	1.1088	1.0742	1.0745	1.0736	1.0703
Norway	NA	NA	NA	NA	NA	NA
Oman	NA	NA	NA	NA	NA	NA
PNG	2.5499	2.4257	2.6137	2.6379	NA	2.3747
Philippines	NA	NA	NA	NA	NA	NA
Poland	NA	NA	NA	NA	NA	NA
Saudi Arabia	NA	NA	NA	NA	NA	NA
Singapore	0.9869	0.9584	1.0053	1.0109	0.9938	0.9576
Solomon Islands	NA	NA	NA	NA	NA	NA

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Country	2021–22 financial year		2020–21 financial year		2019–20 financial year	
	Average	Year end	Average	Year end	Averag e	Year end
South Africa	NA	NA	NA	NA	NA	NA
South Korea	871.8155	895.1200	847.5967	847.5200	NA	824.9600
Sri Lanka	NA	NA	NA	NA	NA	NA
Sweden	NA	NA	NA	NA	NA	NA
Switzerland	0.6764	0.6573	0.6796	0.6930	0.6724	0.6534
Taiwan	20.5205	20.4900	21.2522	20.9600	NA	20.2500
Thailand	24.2649	24.3200	23.0733	24.0900	21.3424	21.2100
Turkey	NA	NA	NA	NA	NA	NA
United Arab Emirates	NA	NA	NA	NA	2.5265	2.5204
UK	0.5455	0.5671	0.5546	0.5429	0.5462	0.5586
USA	0.7258	0.6889	0.7468	0.7518	0.6878	0.6863
Vanuatu	NA	NA	NA	NA	NA	NA
Vietnam	16,603.8127	16,041.0000	17254.5952	17308.0000	NA	15926.0000

International agreements

Double Tax Agreements

Countries that have Double Tax Agreements with Australia			
1. Argentina	13. Greece[99]	24. Malta	35. Slovakia
2. Austria	14. Hungary	25. Mexico	36. South Africa
3. Belgium	15. India	26. Netherlands	37. Spain
4. Canada	16. Indonesia	27. New Zealand	38. Sri Lanka
5. Chile	17. Ireland	28. Norway	39. Sweden
6. China	18. Israel	29. Papua New Guinea	40. Switzerland
7. Czech Republic	19. Italy	30. Philippines	41. Taiwan
8. Denmark	20. Japan	31. Poland	42. Thailand
9. Fiji	21. Kiribati	32. Romania	43. Turkey
10. Finland	22. Korea (Republic of)	33. Russia	44. United Kingdom
11. France	23. Malaysia	34. Singapore	45. United States
12. Germany			46. Vietnam

Tax Information Exchange Agreements

The following countries currently have a TIEA with Australia or were specifically listed in the *Taxation Administration Amendment Regulations 2008 (No. 2)*:

Countries that have Tax Information Exchange Agreements with Australia			
Andorra	Brunei	Isle of Man*	Netherlands Antilles
Anguilla	The Cayman Islands	Jersey*	Samoa*
Antigua and Barbuda	Cook Islands*	Liberia	San Marino
Aruba*	Costa Rica	Liechtenstein	St Kitts and Nevis
The Bahamas	Dominica	Macao	St Lucia
Bahrain	Gibraltar	Marshall Islands*	St Vincent/ Grenadines
Belize	Grenada	Mauritius*	Turks/ Caicos Islands
Bermuda	Guatemala	Monaco	Uruguay
British Virgin Islands*[100]	Guernsey*	Montserrat	Vanuatu

[99] Australia has not signed a comprehensive agreement with Greece; however it has concluded a separate airline profits agreement which provides for each country to exempt from tax income derived by an enterprise of the other country from its international air transport operations.

[100] Australia has not signed a comprehensive agreement with the British Virgin Islands; however it has concluded a separate agreement to allocate taxing rights with respect to certain income of individuals.

* Australia has concluded a separate agreement with these countries to allocate taxing rights with respect to certain income of individuals and to establish a mutual agreement procedure in respect of transfer pricing

Information exchange countries - reduced MIT withholding

Under the managed investment trust (MIT) withholding regime, non-resident investors are generally subject to a final withholding tax at a **reduced rate of 15 per cent** — instead of the default rate of 30 per cent — on payments from the MIT, if the address or place of payment of the recipient is in an 'information exchange country'.[101]

Each of the following jurisdictions is an 'information exchange country' for the purposes of the reduced MIT withholding rate, with effect from the date specified in the table:

Country or Territory	Applicable to MIT payments made on or after …
Argentina, Bermuda, Canada, China, Czech Republic, Denmark, Fiji, Finland, France, Germany, Hungary, India, Indonesia, Ireland, Italy, Japan, Kiribati, Malta, Mexico, Netherlands, Netherlands Antilles, New Zealand, Norway, Papua New Guinea, Poland, Romania, Russia, Slovakia, South Africa, Spain, Sri Lanka, Sweden, Taipei, Thailand, UK, USA, Vietnam	1 July 2008
Antigua and Barbuda, British Virgin Islands, Isle of Man, Jersey	1 July 2010
Gibraltar, Guernsey	1 January 2011
Belize, Cayman Islands, The Bahamas, Principality of Monaco, San Marino, Singapore, Saint Kitts and Nevis, Saint Vincent and the Grenadines	1 July 2011
Anguilla, Aruba, Belgium, Malaysia, Turks and Caicos Islands	1 January 2012
Cook Islands, Macau, Mauritius, Republic of Korea	1 July 2012
Albania, Andorra, Austria, Azerbaijan, Bahrain, Barbados, Brazil, Brunei, Bulgaria, Cameroon, Chile, Colombia, Costa Rica, Croatia, Cyprus, Dominica, Estonia, Faroe Islands, Georgia, Ghana, Greece, Greenland, Grenada, Guatemala, Iceland, Israel, Kazakhstan, Kenya, Latvia, Liberia, Liechtenstein, Lithuania, Luxembourg, Marshall Islands, Moldova, Montserrat, Nigeria, Niue, Philippines, Portugal, Samoa, Saint Lucia, Saudi Arabia, Senegal, Seychelles, Sint Maarten, Slovenia, Switzerland, Tunisia, Turkey, Uganda, Ukraine, Uruguay, Vanuatu	1 January 2019
Curaçao, Lebanon, Nauru, Pakistan, Panama, Peru, Qatar, United Arab Emirates	1 January 2020
Dominican Republic, Ecuador, El Salvador, Hong Kong, Jamaica, Kuwait, Morocco, Republic of North Macedonia, Serbia	1 July 2021

[101] Per s. 12-385(4) of Schedule 1 to the *TAA* and reg. 34 of the *Taxation Administration Regulations 2017*.

Country or Territory	Applicable to MIT payments made on or after …
Armenia, Cabo Verde, Kenya, Mongolia, Montenegro, and Oman	1 January 2022

Foreign resident capital gains withholding

The foreign resident capital gains withholding (FRCGW) measures[102] impose a non-final withholding obligation on the purchaser of certain Australian real property and related interests where the property is acquired from a foreign resident vendor.[103]

However, a FRCGW obligation does not arise if the market value of the CGT asset is less than the relevant threshold, and the CGT asset is:

- taxable Australian real property, or
- an indirect taxable Australian real property interest, the holding of which causes a company title interest to arise.[104]

Year	Rate[105]	Threshold
From 1 July 2017	12.5%	$750,000
1 July 2016 to 30 June 2017	10%	$2 million

Simplified transfer pricing record keeping

Low-level outbound loans - minimum interest rate

From 1 July 2015[106], taxpayers with a combined cross-border loan balance of $50 million or less for their Australian economic group at all times throughout a particular financial year may choose a simplified transfer pricing record keeping option for their outbound loans (Option 7 in PCG 2017/2[107]), provided that the taxpayer has assessed its compliance with the transfer pricing rules.

[102] Contained in Subdiv 14-D of Schedule 1 to the *TAA*.

[103] Under s. 14-200(1) of Schedule 1 to the *TAA*, the CGT asset must be taxable Australian real property; an indirect Australian real property interest; or an option or right to acquire these types of property or interests.

[104] Section 14-215(1)(a) of Schedule 1 to the *TAA.*

[105] The amount that the purchaser is required to withhold is calculated by multiplying the rate by the first element of the cost base of the CGT asset (generally the asset's purchase price) — s. 14-200(3) of Schedule 1 to the *TAA*.

[106] Or 1 January 2015 for taxpayers with a 31 December substituted accounting period.

[107] PCG 2017/2: *Simplified Transfer Pricing Record Keeping Options.* Note that Option 7 does not reduce the documentation requirements for: inbound related-party interest-bearing loans (and associated charges), other international related-party financial transactions (e.g. guarantees), nor other international related-party dealings.

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Subject to certain other conditions being met[108], the interest rate payable to the taxpayer on each of its outbound loans must be no less than that set out in the table below, for each of the income years in which the loan is in effect:

Income year	Minimum interest rate on outbound loans
2021–22	1.83%
2020–21	1.79%
2019–20	2.33%
2018–19	3.76%

Low-level inbound loans - maximum interest rate

From 1 July 2013, taxpayers with a combined cross-border loan balance of $50 million or less for their Australian economic group at all times throughout a particular financial year may choose a simplified transfer pricing record keeping option for their inbound loans (Option 4 in PCG 2017/2), provided that the taxpayer has assessed its compliance with the transfer pricing rules.

Prior to income years commencing on or after 1 July 2018 (or equivalent SAP), the maximum interest rate was the RBA indicator lending rate for 'small business; variable; residential-secured term'.

For income years commencing on or after 1 July 2018 (or equivalent SAP), the maximum interest rate is as follows:

Income year	Maximum interest rate on outbound loans
2021–22	1.83%
2020–21	1.79%
2019–20	2.33%
2018–19	3.76%

[108] To qualify for Option 7, the following additional conditions must also be met: the funds actually provided by the taxpayer under the loan must be AUD funds, associated expenses must be paid in AUD, and the taxpayer must not have made sustained losses, nor undergone a restructure within the year.

Superannuation data

Superannuation guarantee

Rate of superannuation guarantee charge (SG Charge)

The *Superannuation Guarantee (Administration) Amendment Act 2012*[109] amended the *Superannuation Guarantee (Administration) Act 1992* (***SGA Act***) to increase the SGC percentage as follows[110]:

Income year	Legislated charge percentage (%)
2025–26	12.0
2024–25	11.5
2023–24	11.0
2022–23	10.5
2021–22	10.0
2020–21	9.5
2019–20	9.5
2018–19	9.5
2017–18	9.5

Important — Pausing the SG rate

The *Minerals Resource Rent Tax Repeal and Other Measures Act 2014*, which received Royal Assent on 5 September 2014 as Act No. 96 of 2014, paused the SG rate at 9.5 per cent for income years up to and including 2020–21. Thereafter, the SG rate will increase by half a percentage point each year until it reaches 12 per cent on 1 July 2025.

Note — Employees aged 70 and over

From 1 July 2013, employers are required to make SG contributions for employees aged 70 years and older.[111]

[109] This Act received Royal Assent on 29 March 2012 as Act No. 22 of 2012.

[110] See s. 19(2) of the *SGA Act*.

[111] The *Superannuation Guarantee (Administration) Amendment Act 2012* (Act No. 22 of 2012) repealed s. 27(1)(a) of the *SGA Act*.

Maximum contributions base

Income year	Max. contribution base Per quarter (per year)	Max. amount of contribution for year
2022–23	**$60,220** ($240,880 p.a.)	$25,292[112]
2021–22	**$58,920** ($235,680 p.a.)	$23,568[113]
2020–21	**$57,090** ($228,360 p.a.)	$21,694[114]
2019–20	**$55,270** ($221,080 p.a.)	$21,003[115]
2018–19	**$54,030** ($216,120 p.a.)	$20,531[116]
2017-18	**$52,760** ($211,040 p.a.)	$20,049[117]

Departing Australia superannuation payment (DASP) rates

Temporary residents, including working holiday makers (WHMs), who work in Australia and have superannuation contributions paid by their employer, are entitled to claim their superannuation benefits once they leave Australia and their visa expires or is cancelled.

This payment is called a departing Australia superannuation payment (DASP). The rates of tax applied to the DASP depend upon the make-up of the payment. The DASP tax rate for WHMs increased from 1 July 2017.[118]

Component of DASP	Rate for WHMs (from 1 July 2017)
Ordinary element	
Taxed element	65%
Untaxed element	65%
Payment that is a roll-over superannuation benefit	
The amount of the element that is not an excess untaxed roll-over amount	65%

112 Based on an SG rate of 10.5% applicable from 1 July 2022.

113 Based on an SG rate of 10.0% applicable from 1 July 2021.

114 Based on an SG rate of 9.5% applicable from 1 July 2020.

115 Based on an SG rate of 9.5% applicable from 1 July 2019.

116 Based on an SG rate of 9.5% applicable from 1 July 2018.

117 Based on an SG rate of 9.5% applicable from 1 July 2017.

118 The *Superannuation (Departing Australia Superannuation Payments Tax) Amendment Act (No. 2) 2016* — which formed part of the Government's package of amendments concerning WHMs — received Royal Assent on 2 December 2016 as Act No. 94 of 2016. The Act superseded the *Superannuation (Departing Australia Superannuation Payments Tax) Amendment Act 2016* — which received Royal Assent on the same day — and reflected the Government's original intent to increase the DASP rate for WHMs to 95 per cent.

Contributions caps

The general contributions caps are summarised in the following table:

Income year	General concessional cap	Temporary concessional cap	Non-concessional cap[119]
2022–23	$27,500	N/A	$110,000 / $330,000
2021–22	$27,500	N/A	$110,000 / $330,000
2020–21	$25,000	N/A	$100,000 / $300,000
2019–20	$25,000	N/A	$100,000 / $300,000
2018–19	$25,000	N/A	$100,000 / $300,000
2017–18	$25,000	N/A	$100,000 / $300,000[120]

Important — Super Guarantee opt-out where multiple employers

For quarters starting on or after 1 July 2018, high-income employees with multiple employers can opt-out of the Super Guarantee regime to avoid unintentionally breaching the $25,000 ($27,500 from 1 July 2021) concessional contributions cap. Such employees with income exceeding **$263,157** ($250,000 from 1 July 2021) will be able to apply to the ATO for an 'employer shortfall exemption certificate', the effect of which will be that an employer's maximum contribution base is nil in relation to the employee for the quarter to which the certificate relates.[121]

Contribution limits - 2022–23 income year

Item	Threshold	Application
Concessional contributions cap amount	$27,500	Maximum amount of concessional contributions that receive concessional treatment (taxed at 15%).
Non-concessional contributions cap amount	**$110,000** per person / **$220,000** or **$330,000** per person under the 'bring forward' rule	Maximum amount of non-concessional contributions that may be made without being subject to tax — provided individual has a total superannuation balance of less than $1.7 million

119 The bring-forward rules allow you (if eligible) to make non-concessional contributions of up to three times the annual contributions cap in a single year (3 x $110,000 = $310,000 in 2021–22).

120 Under the rules introduced by the *Treasury Laws Amendment (Fair and Sustainable Superannuation) Act 2016*, which received Royal Assent on 29 November 2016 as Act No. 81 of 2016, the amount of non-concessional cap that an individual may bring forward to a financial year, and the bring-forward period, depends on their total superannuation balance on 30 June 2017.

121 This amendment was introduced by the *Treasury Laws Amendment (2018 Superannuation Measures No 1) Act 2019* which received Royal Assent on 2 October 2019 as Act No. 78 of 2019.

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Item	Threshold	Application
CGT cap amount	Lifetime limit of **$1,650,000** per person	Maximum amount of contributions derived from the disposal of certain small business assets that are excluded from the non-concessional contributions cap
Low rate cap amount	Lifetime limit of **$230,000** per person	Maximum amount of superannuation lump sum payments being an element taxed in the fund that receive concessional treatment
Untaxed plan cap amount	'Per plan' limit of **$1,650,000** per person	Maximum amount of superannuation lump sum payments being an element untaxed in the fund that receive concessional treatment
Transfer balance cap	$1.7 million	Maximum amount of capital that can be transferred to the retirement phase of superannuation.

Contribution limits - 2021–22 income year

Item	Threshold	Application
Concessional contributions cap amount	$27,500	Maximum amount of concessional contributions that receive concessional treatment (taxed at 15%).
Non-concessional contributions cap amount	**$110,000** per person / **$220,000** or **$330,000** per person under the 'bring forward' rule	Maximum amount of non-concessional contributions that may be made without being subject to tax — provided individual has a total superannuation balance of less than $1.7 million
CGT cap amount	Lifetime limit of **$1,615,000** per person	Maximum amount of contributions derived from the disposal of certain small business assets that are excluded from the non-concessional contributions cap
Low rate cap amount	Lifetime limit of **$225,000** per person	Maximum amount of superannuation lump sum payments being an element taxed in the fund that receive concessional treatment
Untaxed plan cap amount	'Per plan' limit of **$1,615,000** per person	Maximum amount of superannuation lump sum payments being an element untaxed in the fund that receive concessional treatment

Item	Threshold	Application
Transfer balance cap	$1.7 million	Maximum amount of capital that can be transferred to the retirement phase of superannuation.

▶ Contribution limits - 2020–21 income year

Item	Threshold	Application
Concessional contributions cap amount	$25,000	Maximum amount of concessional contributions that receive concessional treatment (taxed at 15%).
Non-concessional contributions cap amount	**$100,000** per person / **$200,000** or **$300,000** per person under the 'bring forward' rule	Maximum amount of non-concessional contributions that may be made without being subject to tax — provided individual has a total superannuation balance of less than $1.6 million
CGT cap amount	Lifetime limit of **$1,565,000** per person	Maximum amount of contributions derived from the disposal of certain small business assets that are excluded from the non-concessional contributions cap
Low rate cap amount	Lifetime limit of **$215,000** per person	Maximum amount of superannuation lump sum payments being an element taxed in the fund that receive concessional treatment
Untaxed plan cap amount	'Per plan' limit of **$1,565,000** per person	Maximum amount of superannuation lump sum payments being an element untaxed in the fund that receive concessional treatment
Transfer balance cap	$1.6 million[122]	Maximum amount of capital that can be transferred to the retirement phase of superannuation.

[122] Indexation of the general transfer balance cap will occur on 1 Jul 2021. Once indexation occurs, there will be no single transfer balance cap which applies to all individuals: an individual who starts their first retirement phase income stream on or after indexation, will have a transfer balance cap of $1.7 million; an individual who already had a transfer balance account and who at any time met or exceeded the $1.6 million transfer balance cap will not be entitled to indexation and their personal transfer balance cap will remain at $1.6 million; for every other individual, their entitlement to indexation will be based on identifying the highest ever balance in their transfer balance account and using this information to calculate the proportional increase in their transfer balance cap and applying that new personal transfer balance cap to their affairs going forward. These individuals will have a personal transfer balance cap somewhere between $1.6 million and $1.7 million.

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Contribution limits - 2019–20 income year

Item	Threshold	Application
Concessional contributions cap amount	$25,000	Maximum amount of concessional contributions that receive concessional treatment (taxed at 15%).
Non-concessional contributions cap amount	**$100,000** per person / **$200,000** or **$300,000** per person under the 'bring forward' rule	Maximum amount of non-concessional contributions that may be made without being subject to tax — provided individual has a total superannuation balance of less than $1.6 million
CGT cap amount	Lifetime limit of **$1,515,000** per person	Maximum amount of contributions derived from the disposal of certain small business assets that are excluded from the non-concessional contributions cap
Low rate cap amount	Lifetime limit of **$210,000** per person	Maximum amount of superannuation lump sum payments being an element taxed in the fund that receive concessional treatment
Untaxed plan cap amount	'Per plan' limit of **$1,515,000** per person	Maximum amount of superannuation lump sum payments being an element untaxed in the fund that receive concessional treatment
Transfer balance cap	$1.6 million	Maximum amount of capital that can be transferred to the retirement phase of superannuation.

Contribution limits - 2018–19 income year

Item	Threshold	Application
Concessional contributions cap amount	$25,000	Maximum amount of concessional contributions that receive concessional treatment (taxed at 15%).
Non-concessional contributions cap amount	**$100,000** per person / **$200,000** or **$300,000** per person under the 'bring forward' rule	Maximum amount of non-concessional contributions that may be made without being subject to tax — provided individual has a total superannuation balance of less than $1.6 million
CGT cap amount	Lifetime limit of **$1,480,000** per person	Maximum amount of contributions derived from the disposal of certain small business assets that are excluded from the non-concessional contributions cap

Item	Threshold	Application
Low rate cap amount	Lifetime limit of **$205,000** per person	Maximum amount of superannuation lump sum payments being an element taxed in the fund that receive concessional treatment
Untaxed plan cap amount	'Per plan' limit of **$1,480,000** per person	Maximum amount of superannuation lump sum payments being an element untaxed in the fund that receive concessional treatment
Transfer balance cap	$1.6 million	Maximum amount of capital that can be transferred to the retirement phase of superannuation.

Contribution limits - 2017–18 income year

Item	Threshold	Application
Concessional contributions cap amount	$25,000	Maximum amount of concessional contributions that receive concessional treatment (taxed at 15%).
Non-concessional contributions cap amount	**$100,000** per person / **$200,000** or **$300,000** per person under the 'bring forward' rule	Maximum amount of non-concessional contributions that may be made without being subject to tax
CGT cap amount	Lifetime limit of **$1,445,000** per person	Maximum amount of contributions derived from the disposal of certain small business assets that are excluded from the non-concessional contributions cap
Low rate cap amount	Lifetime limit of **$200,000** per person	Maximum amount of superannuation lump sum payments being an element taxed in the fund that receive concessional treatment
Untaxed plan cap amount	'Per plan' limit of **$1,445,000** per person	Maximum amount of superannuation lump sum payments being an element untaxed in the fund that receive concessional treatment
Transfer balance cap	$1.6 million	Maximum amount of capital that can be transferred to the retirement phase of superannuation.

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Restrictions on superannuation funds accepting member contributions

A regulated superannuation fund may accept mandated employer contributions — i.e. contributions that an employer is obliged by law to make e.g. the superannuation guarantee — for an employee regardless of the employee's age.

A regulated superannuation fund is restricted from accepting member contributions in respect of a member who does not satisfy an age test or the 'work test'. The work test has been removed from the acceptance rules for SMSFs in respect of contributions made on or after 1 July 2022.

Note — The work test

To meet the work test, an individual must be gainfully employed for at least 40 hours during any consecutive 30-day period in the financial year in which the contributions are made. This is an annual test. This means once the test is met, an individual can make contributions for the entire financial year.

Acceptance rules for contributions made before 1 July 2022

A fund can accept contributions made before 1 July 2022 for members who satisfy the following age-related conditions and the gainfully employed test:[123]

<table>
<tr><th></th><th></th><th colspan="2">Work test or exemption from work test[124]</th></tr>
<tr><th>Age</th><th>Income year</th><th>Satisfied</th><th>Not satisfied</th></tr>
<tr><td>Under 65 years</td><td>2004–05 onwards</td><td colspan="2">All contributions can be accepted, except downsizer contributions.</td></tr>
<tr><td rowspan="2">65 –66 years</td><td>2004–05 to 2019–20</td><td rowspan="2">All contributions can be accepted</td><td>Can accept only:
➢ Mandated employer contributions
➢ Downsizer contributions</td></tr>
<tr><td>2020–21 onwards</td><td>Can accept only:
➢ Mandated employer contributions
➢ Downsizer contributions
➢ Voluntary contributions</td></tr>
</table>

123 Adapted from the table at: www.ato.gov.au/Super/Self-managed-super-funds/In-detail/SMSF-resources/SMSF-technical/Returning-contributions/?page=2#Age_restrictions_on_contributions

124 Under the work test exemption an SMSF can accept voluntary contributions for an additional 12-month period for the end of the financial year in which the member last met the work test. The work test exemption for the 2019–20 income year is available to a member aged between 65–74 years with a total superannuation balance of less than $300,000. For the 2020–21 and 2021–22 income years members aged 67 to 74 years may be eligible if their superannuation balance is less than $300,000. The member must not have relied on the exemption in a previous year.

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<table>
<tr><th></th><th></th><th colspan="2">Work test or exemption from work test[124]</th></tr>
<tr><th>Age</th><th>Income year</th><th>Satisfied</th><th>Not satisfied</th></tr>
<tr><td>67 –69 years</td><td>2004–05 to 2021–22</td><td>All contributions can be accepted</td><td>Can accept only:
➢ Mandated employer contributions
➢ Downsizer contributions</td></tr>
<tr><td rowspan="2">70 – 74 years</td><td>2004–05 to 2019–20</td><td>Can accept only:
➢ Mandated employer contributions
➢ Downsizer contributions
➢ personal contributions & other non-mandated contributions received, on or before 28 days after the end of the month in which the member turns 75 years old</td><td rowspan="2">Can accept only:
➢ Mandated employer contributions
➢ Downsizer contributions</td></tr>
<tr><td>2020–21 to 2021–22</td><td>Can accept only:
➢ contributions as listed above for 70–74 years
➢ spouse contributions</td></tr>
<tr><td>75 years or older</td><td>2004–05 onwards</td><td colspan="2">Can accept only:
➢ Mandated employer contributions
➢ Downsizer contributions</td></tr>
</table>

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Contributions made on or after 1 July 2022

From 1 July 2022, the work test that applies to non-concessional and salary sacrifice contributions no longer applies.[125]

Age	The fund may accept contributions made in respect of the member which are...[126]
Under 60 years	Mandated employer contributions Voluntary contributions.[127]
60 — 74 years	Mandated employer contributions Voluntary contributions Downsizer contributions.[128]
75 years or older	Mandated employer contributions Downsizer contributions.

Unused concessional cap carry forward

From the 2019–20 income year additional concessional superannuation contributions can be made by utilising unused concessional contribution cap amounts from the prior year. From 1 July 2021, unused concessional contribution cap amounts for the years ended 30 June 2019 and 2020 may be utilised. This will progressively increase to five years of unused cap amounts that are able to be rolled forward. This measure is available provided that the individual's total superannuation balance is below $500,000 just before the start of the year in which the additional contribution is made.

Transfer balance cap indexation

A transfer balance cap of $1.6 million, subject to indexation, was introduced from 1 July 2017. It increased to $1.7 million from 1 July 2021 after which a single cap will no longer apply to all taxpayers. Every taxpayer will have their own transfer balance cap of between $1.6 million and $1.7 million, depending on when they commenced the retirement phase income stream and their respective balances. The changes in the transfer balance cap amounts are summarised in the table below.

[125] The work test was repealed by the *Treasury Laws Amendment (Enhancing Superannuation Outcomes) Regulations 2022* which was registered on 3 March 2022. The work test has been removed from reg. 7.04 in the *Superannuation Industry (Supervision) Regulations 1994* (about acceptance of contributions — regulated funds) and new s. 290-165(1A) (about the work test condition for ages 67 to 75) was inserted into the *ITAA 1997* by the *Treasury Laws Amendment (Enhancing Superannuation Outcomes For Australians and Helping Australian Businesses Invest) Act 2022*. As a result of these changes, the work test is now a condition for individuals aged between 67 and 75 for claiming a deduction for personal concessional contributions.

[126] Adapted from the table contained in Regulation 7.04(1) *Superannuation Industry (Supervision) Regulations 1994*.

[127] Excluding downsizer contributions.

[128] *Treasury Laws Amendment (Enhancing Superannuation Outcomes) Regulations 2022* which were registered on 3 March 2022, reduced the eligibility age for downsizer contributions for individuals from 65 to 60 years.

<table>
<tr><th rowspan="2">Balance of transfer balance account before indexation</th><th colspan="2">Transfer balance cap if retirement phase income stream commenced …</th></tr>
<tr><th>Before 1 July 2021[129]</th><th>On or after 1 July 2021[130]</th></tr>
<tr><td>$1.6 million or more at any time between 1 July 2017 and 30 June 2021.</td><td>$1.6 million — no indexation applies</td><td rowspan="2">$1.7 million</td></tr>
<tr><td>In all other cases — based on the highest balance of an individual's transfer balance account — provided the full amount of transfer balance cap has never been used.</td><td>between $1.6 million and $1.7 million — i.e. proportional indexation applies</td></tr>
</table>

Calculating the indexation amount

Where the full amount of a transfer balance cap has not been used, it will be proportionally indexed based on the highest ever balance of the transfer balance account. This is calculated by:

Step 1	Identify the highest ever balance in the transfer balance account
Step 2	Use the amount identified in Step 1 to work out the unused cap percentage of the transfer balance account
	Multiply the unused cap percentage by $100,000

The results of the calculation using the above steps will fall within the ranges summarised in the following table:

Highest transfer balance was between:	Unused cap percentage will be between:	Transfer balance cap will increase between:	Transfer balance cap after indexation will be between:
$0.00 — $159,999.99	100 — 91	$100,000 — $91,000	$1,700,000 — $1,691,000
$160,000 — $319,999.99	90 — 81	$90,000 — $81,000	$1,690,000 — $1,681,000
$320,000 — $479,999.99	80 — 71	$80,000 — $71,000	$1,680,000 — $1,671,000
$480,000 — $639,999.99	70 — 61	$70,000 — $61,000	$1,670,000 — $1,661,000
$640,000 — $799,999.99	60 — 51	$60,000 — $51,000	$1,660,000 — $1,651,000
$800,000 — $959,999.99	50 — 41	$50,000 — $41,000	$1,650,000 — $1,641,000

[129] Taxpayers can see their highest ever balance in their transfer balance account. They can also see whether their personal transfer balance cap will be proportionally indexed.

[130] From 1 July 2021, Taxpayers will only be able to see their transfer balance cap in ATO online.

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Highest transfer balance was between:	Unused cap percentage will be between:	Transfer balance cap will increase between:	Transfer balance cap after indexation will be between:
$960,000 — $1,119,999.99	40 — 31	$40,000 — $31,000	$1,640,000 — $1,631,000
$1,120,000 — $1,279,999.99	30 — 21	$30,000 — $21,000	$1,630,000 — $1,621,000
$1,280,000 — $1,439,999.99	20 — 11	$20,000 — $11,000	$1,620,000 — $1,611,000
$1,440,000 — $1,599,99.99	10 — 1	$10,000 — $1,000	$1,610,000 — $1,601,000
$1,600,000 or more	0	nil	$1,600,000

Contribution rules[131]

	Concessional contributions (pre-tax contributions)	**Non-concessional contributions** (generally post-tax contributions)
Rules apply from:	1 July 2017	1 July 2017
Annual cap	2022–23 — cap of **$27,500** 2021–22 — cap of **$27,500** 2020–21 — cap of **$25,000** 2019–20 — cap of **$25,000** 2018–19 — cap of **$25,000** 2017–18 — cap of **$25,000**	2022–23 income year — cap of $110,000 2021–22 income year — cap of $110,000 2020–21 income year — cap of $100,000 2019–20 income year — cap of $100,000 2018–19 income year — cap of $100,000 2017–18 income year — cap of $100,000 From 1 July 2017, the bring-forward — and period — is dependent on a person's total superannuation balance on the day before the financial year contributions that trigger the bring forward. Transitional period arrangements apply if a person triggered a bring forward amount in either the 2015–16 or 2016–17 financial years, to determine the total non-concessional contributions capacity in each of the 2016–17 to 2019–20 years, as follows: ▪ 2017–18: 0 to $460,000 ▪ 2018–19: 0 to $380,000 ▪ 2019–20: 0 to $300,000

131 These rules are contained in the *Tax Laws Amendment (Simplified Superannuation) Act 2007,* which received Royal Assent on 15 March 2007 as Act No. 9 of 2007.

	Concessional contributions (pre-tax contributions)	Non-concessional contributions (generally post-tax contributions)
Rules apply from:	1 July 2007 to 30 June 2017	10 May 2006 to 30 June 2017

Division 293 tax

The purpose of Div 293 tax which applies to certain superannuation contributions made by high income earners is to reduce the concessional tax treatment of those contributions.

Rate of Div 293 tax

Div 293 tax is charged at **15 per cent** of an individual's taxable contributions.

High income threshold

Income year	Threshold amount
2017–18 onwards	$250,000
2012–13 to 2016–17	$300,000

An individual's income is added to certain superannuation contributions and compared to the high income threshold. The Div 293 tax, at the rate of 15 per cent, is payable on the excess, or on the superannuation contributions (whichever is less).

The tax is not payable in respect of excess concessional contributions.

Excess concessional contributions charge

The excess concessional contributions (ECC) charge is applied to the additional income tax liability arising as a result of ECCs being included in the individual's income tax return. The ECC charge is imposed by way of compensating the revenue for the tax being collected later than normal income tax. The charge is payable for the year a person makes ECCs and applies from the 2013–14 income year to the 2020–21 income year.[132]

The ECC charge is calculated by applying the applicable rate to the additional tax liability for the ECC charge period which starts from the start of the income year in which the ECCs were made and ends on the day before the tax is due to be paid under the individual's first tax assessment for that year. The ECC charge rates are as follows:

[132] The excess concessional contributions charge will cease from 1 July 2021. The *Superannuation (Excess Concessional Contributions Charge) Act 2013* was repealed by the *Treasury Laws Amendment (More Flexible Superannuation) Act 2020* which received Royal Assent on the 22 June 2021 as Act No. 45 of 2021.

Quarter	Annual rate	Daily rate
January to March 2022	3.04%	0.008328767123288%
October to December 2021	3.01%	0.008246575342466%
July to September 2021	3.04%	0.008328767123288%
April to June 2021	3.01%	0.008246575342466%
January to March 2021	3.02%	0.008273972602739%
October to December 2020	3.10%	0.008469945355191%
July to September 2020	3.10%	0.008469945355191%
April to June 2020	3.89%	0.010628415300546%
January to March 2020	3.91%	0.010683060109290%
October to December 2019	3.98%	0.010904109589041%
July to September 2019	4.54%	0.012438356164384%
April to June 2019	4.94%	0.013589041095890%
January to March 2019	4.94%	0.013534246575342%
October to December 2018	4.96%	0.013589041095890%
July to September 2018	4.96%	0.013589041095890%
April to June 2018	4.77%	0.013068493150685%
January to March 2018	4.72%	0.012931506849315%
October to December 2017	4.70%	0.012876712328767%
July to September 2017	4.73%	0.012958904109589%

Associated earnings rates

Individuals who choose to release non-concessional superannuation contributions made from 1 July 2013 which are in excess of the non-concessional contributions (NCC) cap for 2013–14 and later income years must also include an associated earnings amount in their assessable income.

The associated earnings amount is calculated to approximate the amount earned from the excess NCCs while they were held in the superannuation fund. The applicable rates are as follows:

Income year	Annual rate	Associated earnings rate / daily rate
2021–22	7.04%	0.01928767%
2020–21	7.06%	0.01934247%
2019–20	8.08%	0.02207650%
2018–19	8.96%	0.02454795%
2017–18	8.73%	0.02391780%

Government co-contribution

Income year	Co-contribution rate and maximum amount	Full co-contribution	Phasing out
2022–23	50% ($0.50 for $1) Max. = $500	Income threshold increased to $42,016	3.333 cents per dollar Assessable income + reportable fringe benefits + reportable employer superannuation contributions $42,016 – $57,016
2021–22	50% ($0.50 for $1) Max. = $500	Income threshold increased to $41,112	3.333 cents per dollar Assessable income + reportable fringe benefits + reportable employer superannuation contributions $41,112 – $56,112
2020–21	50% ($0.50 for $1) Max. = $500	Income threshold increased to $39,837	3.333 cents per dollar Assessable income + reportable fringe benefits + reportable employer superannuation contributions $39,837 – $54,837

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Income year	Co-contribution rate and maximum amount	Full co-contribution	Phasing out
2019–20	50% ($0.50 for $1) Max. = $500	Income threshold increased to $38,564	3.333 cents per dollar Assessable income + reportable fringe benefits + reportable employer superannuation contributions $38,564 – $53,564
2018–19	50% ($0.50 for $1) Max. = $500	Income threshold increased to $37,697	3.333 cents per dollar Assessable income + reportable fringe benefits + reportable employer superannuation contributions $37,697 – $52,697
2017–18	50% ($0.50 for $1) Max. = $500	Income threshold increased to $36,813	3.333 cents per dollar Assessable income + reportable fringe benefits + reportable employer superannuation contributions $36,813 – $51,813

Superannuation contributions splitting

Superannuation contributions measures[133] commenced on 1 January 2006 and allow members of a superannuation fund to split their contributions with their spouse. The exact details of how the contributions-splitting regime operates are contained in regulations.

Contributions made on or after 1 July 2007

Type of contributions	Maximum proportion of contribution which may be split with spouse
Taxed splittable contributions	The lesser of ▪ **85%** of the concessional contributions ▪ the concessional cap for that year
Untaxed splittable employer contributions	**100%** of the concessional contributions cap for that income year

[133] The *Tax Laws Amendment (Superannuation Contributions Splitting) Act 2005* received Royal Assent on 14 December 2005 as Act No. 148 of 2005.

Minimum annual payments for superannuation income streams

A minimum amount is required to be paid each year for pensions or annuities started on or after 1 July 2007 (there is no maximum amount).

	Minimum % withdrawal			
Age	**Usual minimum % withdrawal**	**2008–09 to 2010–11 income years (50% reduction)**	**2011–12 to 2012–13 income years (25% reduction)**	**2019–20 to 2022–23 income years (50% reduction)[134]**
Under 65 years	4%	2.0%	3.00%	2.0%
65–74 years	5%	2.5%	3.75%	2.5%
75–79 years	6%	3.0%	4.50%	3.0%
80–84 years	7%	3.5%	5.25%	3.5%
85–89 years	9%	4.5%	6.75%	4.5%
90–94 years	11%	5.5%	8.25%	5.5%
95 years or more	14%	7.0%	10.50%	7.0%

Note

The usual minimum percentage withdrawal operated from 1 July 2013 to 30 June 2019.

Preservation age

Date of birth	Preservation age
Before 1 July 1960	55
1 July 1960 – 30 June 1961	56
1 July 1961 – 30 June 1962	57
1 July 1962 – 30 June 1963	58
1 July 1963 – 30 June 1964	59

[134] The temporary 50% reduction for the 2019–20 income years was enacted pursuant to the *Coronavirus Economic Response Package Omnibus Bill 2020* which received Royal Assent on 24 March 2020 as Act No. 22 of 2020. This was subsequently extended to the 2022–23 income year by the *Superannuation Legislation Amendment (Superannuation Drawdown) Regulations 2022* which were registered on 1 April 2022.

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Date of birth	Preservation age
On or after 1 July 1964	60

Employment termination payments

ETP cap – Life benefit termination payments

Income year	ETP cap amount
2022–23	$230,000
2021–22	$225,000
2020–21	$215,000
2019–20	$210,000
2018–19	$205,000
2017–18	$200,000

Summary of treatment of ETPs

The effective rates of tax[135] applicable *from 1 July 2014* to the components of an ETP for the purposes of Div 82 of the *ITAA 1997* are set out in the following tables:

Recipient's age	Tax free component	Taxable component[136]
Reached preservation age	0%	
■ up to the ETP cap amount		17%[136]
■ above the ETP cap amount		47%[137]
Below preservation age	0%	
■ up to the ETP cap amount		32%
■ above the ETP cap amount		47%[137]
Payment received by death benefit dependant	0%	
■ up to the ETP cap amount		0%
■ above the ETP cap amount		47%[137]

135 Where a tax rate greater than zero per cent applies, the Medicare levy is also payable.

136 The rates for the taxable component include the Medicare levy.

137 The rate applicable for income years from 1 July 2014 to 30 June 2017 included the 2 per cent Medicare levy and the 2 per cent Budget Repair Levy and was therefore 49 per cent.

Recipient's age	Tax free component	Taxable component[136]
Payment received by non-dependant	0%	
■ up to the ETP cap amount		32%
■ above the ETP cap amount		47%[137]

Genuine redundancy payments

The tax-free amounts of a genuine redundancy payment (formally referred to as a 'bona fide redundancy payment') or of an approved early retirement scheme payment are:

Income year	Tax-free amount
2022–23	$11,591 + $5,797 for each completed year of service
2021–22	$11,341 + $5,672 for each completed year of service
2020–21	$10,989 + $5,496 for each completed year of service
2019–20	$10,638 + $5,320 for each completed year of service
2018–19	$10,399 + $5,200 for each completed year of service
2017–18	$10,155 + $5,078 for each completed year of service

Note

Subdivision 83-C of the *ITAA 1997* has been amended to extend concessional taxation treatment for genuine redundancy payments and early retirement scheme payments to include payments made to individuals who are 65 years or older if they are dismissed or retire before they reach pension age.[138] This change applies to payments received by employees who are dismissed or retire on or after 1 July 2019.

[138] The *Treasury Laws Amendment (2019 Measures No. 2) Act 2019* which received Royal Assent on 28 October 2019 amended, among other things, the definitions of 'genuine redundancy payment' and 'early retirement scheme payment' by replacing the references to 'turning 65' with 'pension age'.

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Unused leave payments

Annual leave

(Subdiv 83-A of the *ITAA 1997*[139])

Type of payment	% that is assessable	Tax treatment
For that part of an unused annual leave payment that is made in connection with, or consists of a payment in relation to: ▪ a genuine redundancy payment ▪ early retirement scheme payment ▪ the individual's invalidity, or ▪ pre-18 August 1993 employment …	100%	… the person is entitled to an offset to ensure that the maximum rate of tax payable does not exceed **30%** (plus Medicare levy).
For the remainder of the payment …	100%	… the amount is subject to tax at marginal tax rates.

Long service leave

(Subdiv 83-B of the *ITAA 1997*[140])

Accrual period	% that is assessable	Tax treatment
For that part of an unused long service leave payment that is attributable to pre-16 August 1978 employment …	5%[141]	… the amount is subject to tax at marginal tax rates.
For that part of an unused long service leave payment that is made in connection with, or consists of a payment in relation to: ▪ a genuine redundancy payment ▪ early retirement scheme payment ▪ the individual's invalidity, or ▪ pre-18 August 1993 employment …	100%	… the person is entitled to an offset to ensure that the maximum rate of tax payable does not exceed **30%** (plus Medicare levy).
For the remainder of the payment …	100%	… the amount is subject to tax at marginal tax rates.

[139] For payments made before 1 July 2007, refer to s. 26AC of the *ITAA 1936*.

[140] For payments made before 1 July 2007, refer to s. 26AD of the *ITAA 1936.*

[141] The remainder of this part is neither assessable income nor exempt income.

Safe harbour interest rates for LRBAs

Safe harbour interest rates in respect of limited recourse borrowing arrangements (LRBAs) are as follows:[142]

	Safe harbour interest rate	
Income year	**Real property**	**Listed shares or units**
2022–23	5.35%	7.35%
2021–22	5.10%	7.10%
2020–21	5.10%	7.10%
2019–20	5.94%	7.94%
2018–19	5.80%	7.80%
2017–18	5.80%	7.80%

First Home Super Saver Scheme

Under the First Home Super Saver Scheme (FHSSS), individuals saving for their first home who make voluntary contributions into the superannuation system can withdraw those contributions and an amount of associated earnings for use in purchasing or constructing their first home. Concessional tax treatment within the superannuation system applies to amounts withdrawn.[143]

The FHSSS applies to voluntary contributions made on or after 1 July 2017. Such contributions can be withdrawn from 1 July 2018.

The maximum amount of contributions made in any one financial year that may be eligible to be released is **$15,000**.

The total limit on the maximum amount of voluntary contributions made from 1 July 2017 which may be eligible to be released is **$30,000**. This total limit on the maximum amount of contributions that may be released has been increased to **$50,000** for requests made **on or after 1 July 2022**.[144]

The FHSSS released amount will be income in the hands of the individual, and released amounts sourced from an individual's FHSSS eligible concessional contributions will be taxed at their marginal rates, with a tax offset of **30 per cent**.

142 The interest rate is the Reserve Bank's Indicator Lending Rate for banks providing standard variable housing loans for investors. For the 2016–17 and later years, it is the rate for the month of May immediately prior to the start of the relevant financial year — see PCG 2016/5.

143 The Treasury Laws Amendment (Reducing Pressure on Housing Affordability Measures No.1) Act 2017 received Royal Assent on 13 December 2017 as Act No. 132 of 2017.

144 On 11 May 2021, as part of the 2021–22 Federal Budget, the Government announced it will improve the operation of the FHSSS and increase the maximum releasable amount up to $50,000. Amendments to give effect to this measure, which take effect from 1 July 2022, were enacted by the *Treasury Laws Amendment (Enhancing Superannuation Outcomes For Australians and Helping Australian Businesses Invest) Act 2022* which received Royal Assent, as Act No. 10 of 2022, on 22 February 2022.

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The Commissioner must withhold an amount from the taxable FHSSS released amounts, at the following rates:

- the amount of tax that the Commissioner estimates will be payable by the individual in relation to the individual's assessable FHSS released amount, or
- if the Commissioner is unable to make an estimate, **17 per cent** of the individual's assessable FHSS released amount.

If an individual does not enter into a contract for the purchase or construction of residential premises within the requisite period (generally 12 months) — or recontribute the required amount into superannuation within the same period — they will be liable to **FHSS tax** at the rate of **20 per cent** on the assessable component of the amounts released.[145]

Downsizer contributions

Individuals aged 60 or over[146] may contribute up to **$300,000** (**$600,000** for a couple) of the sale proceeds from the sale of their main residence into superannuation, where the sale contract is entered into **on or after 1 July 2018**.[147] The dwelling must have been held by one or more of the individuals, their spouse, or their former spouse during the 10-year period preceding the disposal. The downsizer contribution will not be treated as a non-concessional contribution.[148]

FBT data

Gross-up factors

	Gross up factors	
GST classification	**for 2017–18 to 2021–23 FBT years**	**for 2015–16 and 2016–17 FBT year**
Type 1 — entitlement to input tax credits	2.0802	2.1463
Type 2 — no entitlement to input tax credits	1.8868	1.9608

145 The *First Home Super Saver Tax Bill 2017* received Royal Assent on 13 December 2017 as Act No. 133 of 2017.

146 The eligibility age for individuals making downsizer contributions was decreased from 65 to 60 years of age. Amendments to give effect to this reduction, which takes effect from 1 July 2022, were enacted by the *Treasury Laws Amendment (Enhancing Superannuation Outcomes For Australians and Helping Australian Businesses Invest) Act 2022* (which received Royal Assent as Act No. 10 of 2022 and the *Treasury Laws Amendment (Enhancing Superannuation Outcomes) Regulations 2022* which was registered on 3 March 2022

147 The *Treasury Laws Amendment (Reducing Pressure on Housing Affordability Measures No.1) Act 2017* received Royal Assent on 13 December 2017 as Act No. 132 of 2017.

148 Section 292-90(2)(c)(iiia) of the *ITAA 1997*.

Car fringe benefits

FBT statutory rates for valuing car fringe benefits

A single statutory rate of 20 per cent applies to all cars acquired under a contract entered into after 7:30 pm (AEST) on 10 May 2011, except where the employee, employer or associate had committed to the acquisition of the car prior to 7:30 pm (AEST) on 10 May 2011.[149]

Annual FBT data

FBT interest rate; car parking threshold; record-keeping threshold

FBT year	Benchmark interest rate for loan benefits	Car parking benefit threshold	Record keeping exemption threshold
2022–23	4.52%	$9.72	$9,181
2021–22	4.52%	$9.25	$8,923
2020–21	4.80%	$9.15	$8,853
2019–20	5.37%	$8.95	$8,714
2018–19	5.20%	$8.83	$8,552
2017–18	5.25%	$8.66	$8,393

Cents per kilometre rates for vehicles other than cars

FBT year	Engine capacity		
	0–2,500 cc	Over 2,500 cc	Motor cycles
2022–23	58 cents	69 cents	17 cents
2021–22	56 cents	67 cents	17 cents
2020–21	56 cents	67 cents	17 cents
2019–20	55 cents	66 cents	16 cents
2018–19	54 cents	65 cents	16 cents
2017–18	53 cents	63 cents	16 cents

Reasonable food component of LAFHA

The table below sets out the weekly reasonable food component of a living-away-from-home allowance for all employees from the 2018–19 FBT year.

[149] This single rate was phased-in between 10 May 2011 and 1 April 2014.

Number of persons	2022–23	2021–22	2020–21	2019–20	2018–19
One adult[150]	$289	$283	$276	$269	$265
Two adults	$434	$425	$414	$404	$398
Three adults	$579	$567	$552	$539	$531
One adult and one child	$362	$354	$345	$337	$332
Two adults and one or two children	$507 $580	$496 $567	$483 $552	$472 $540	$465 $532
Two adults and three children	$653	$638	$621	$608	$599
Three adults and one child	$652	$638	$621	$607	$598
Three adults and two children	$725	$709	$690	$675	$665
Four adults	$724	$709	$690	$674	$664
For larger family groupings, the ATO will accept a food component based on the above figures plus:					
For each additional adult …	$145	$142	$138	$135	$133
for each additional child …	$73	$71	$69	$68	$67

Indexation factors for valuing non-remote housing

FBT year	NSW	VIC	QLD	SA	WA	TAS	ACT	NT
2022–23	0.980	0.990	1.019	1.020	1.044	1.037	1.030	1.024
2021–22	0.975	1.000	0.998	1.011	0.991	1.043	0.947	1.018
2020–21	1.000	1.017	1.002	1.010	0.969	1.056	1.029	0.948
2019–20	1.020	1.019	0.997	1.008	0.937	1.043	1.028	0.948
2018–19	1.024	1.018	0.999	1.004	0.924	1.040	1.016	0.932
2017–18	1.024	1.014	1.005	1.010	0.942	1.025	0.998	0.933

[150] 'Adults' for this purpose are persons aged 12 years or more.

Tax administration

GIC, SIC and penalties

General interest charge

Quarter	GIC annual rate	GIC daily rate
September 2022	8.00%	0.02191781%
June 2022	7.07%	0.01936986%
March 2022	7.04%	0.01928767%
December 2021	7.01%	0.01920548%
September 2021	7.04%	0.01928767%
June 2021	7.01%	0.01920548%
March 2021	7.02%	0.01923288%
December 2020	7.10%	0.01939891%
September 2020	7.10%	0.01939891%
June 2020	7.89%	0.02155738%
March 2020	7.91%	0.02161202%
December 2019	7.98%	0.02186301%
September 2019	8.54%	0.02339726%
June 2019	8.96%	0.02454794%
March 2019	8.94%	0.02449315%
December 2018	8.96%	0.02454794%
September 2018	8.96%	0.02454794%
June 2018	8.77%	0.02402740%
March 2018	8.72%	0.02389041%
December 2017	8.70%	0.02383562%
September 2017	8.73%	0.02391781%
June 2017	8.78%	0.02405479%

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Shortfall interest charge

The shortfall interest charge (SIC) was introduced on 29 June 2005 for amendments of income tax assessments for the 2004–05 and later income years. The SIC replaces the general interest charge (GIC) and applies to income tax shortfalls for the period before assessments are amended.

The SIC is imposed at a rate four percentage points lower than the GIC, i.e. at the base interest rate plus an uplift factor of three per cent.

Note

The GIC:

- continues to apply to tax shortfalls in amended assessments for the 2003–04 and earlier income years regardless of when those amendments are made
- applies from the due date of the original assessment
- also applies to the original assessment and to any tax shortfalls (amended assessments) and associated SIC from their due date if they are not paid by that date.

Quarter	SIC annual rate	SIC daily rate
September 2022	4.00%	0.01095890%
June 2022	3.07%	0.00841096%
March 2022	3.04%	0.00832877%
December 2021	3.01%	0.00824657%
September 2021	3.04%	0.00832877%
June 2021	3.01%	0.00824657%
March 2021	3.02%	0.00827397%
December 2020	3.10%	0.00846994%
September 2020	3.10%	0.00846994%
June 2020	3.89%	0.01062841%
March 2020	3.91%	0.01068306%
December 2019	3.98%	0.01090411%
September 2019	4.54%	0.01243836%
June 2019	4.96%	0.01358904%
March 2019	4.94%	0.01353425%
December 2018	4.96%	0.01358904%

Quarter	SIC annual rate	SIC daily rate
September 2018	4.96%	0.01358904%
June 2018	4.77%	0.01306849%
March 2018	4.72%	0.01293151%
December 2017	4.70%	0.01287671%
September 2017	4.73%	0.01295890%
June 2017	4.78%	0.01309589%

Late lodgment penalties

Size of entity		Maximum penalty	Failure to lodge …
Small	Neither medium nor large	**1 penalty unit** ($210 from 1 July 2017[151]; $222 from 1 July 2020[152]) per 28-day period or part thereof which a document is overdue up to a maximum of 5 penalty units	Income tax returns Activity statements FBT returns PAYG withholding annual reports Annual GST returns Annual GST information reports
Medium	▪ Medium withholder (annual withholding more than $25,000 but not more than $1 million) ▪ Assessable income or current annual turnover of more than $1 million and less than $20 million	**2 × base penalty** i.e. $420 per 28-day period or part thereof which a document is overdue up to a maximum of 5 penalty units	
Large	▪ Large withholder (annual withholding more than $1million) ▪ Assessable income or current annual turnover of $20 million or more	**5 × base penalty**[153] i.e. $1,050 per 28-day period or part thereof which a document is overdue up to a maximum of 5 penalty units	

[151] The value of a penalty unit increased from $170 to $180 with effect from 31 July 2015. The penalty unit rate was $180 until 30 June 2017. The *Crimes Amendment (Penalty Unit) Act 2017* — which received Royal Assent on 19 May 2017 as Act No. 35 of 2017 — increased the amount of the Commonwealth penalty unit from $180 to $210 from 1 July 2017. The penalty unit has been indexed to $222 from 1 July 2020.

[152] Applies to offences committed on or after 1 July 2020: s. 4AA(8) of the *Crimes Act 1914* (Cth).

[153] The *Treasury Laws Amendment (Combating Multinational Tax Avoidance) Bill 2017* — which received Royal Assent as Act No. 27 of 2017 on 4 April 2017 — increased the late lodgment penalty for an entity that is a significant global entity' to 500 times the base penalty amount, with effect from 1 July 2017. A 'significant global entity' is broadly, a global parent entity, or a member of the global parent's consolidated group for accounting purposes, where the global parent entity has annual global income of AU$1 billion or more.

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Size of entity		Maximum penalty	Failure to lodge …
Significant global entity	A global parenty entity with global annual income of $1 billion or more A member of a consolidated group whose global parent entity has an annual global income of $1 billion or more	**500 × base penalty** i.e. $105,000 per 28-day period or part thereof which a document is overdue up to a maximum of 5 penalty units	Applies from 1 July 2017

Tax shortfall penalties

All sections referred to in the table below are in the *Taxation Administration Act 1953*.

Culpable behaviour	Base penalty %	Base penalty increased/decreased if …		
		Disclosure made		Hindrance
		Before audit (80% reduction)	During audit (20% reduction)	
Intentional disregard (s. 284-90 Item 1)	75[154]	15	60	90
Recklessness (s. 284-90 Item 2)	50[116]	10	40	60
Lack of reasonable care (s. 284-90 Item 3)	25[116]	5	20	30
Not reasonably arguable (s. 284-90 Item 4)	25[116]	5	20	30
General tax avoidance (s. 284-160)	50 (25)*	10 (5)*	40 (20)*	60 (30)*
Tax avoidance by significant global entities[155]	100 (25)*	20 (5)*	80 (20)*	120 (30)*
Profit shifting — no dominant tax avoidance purpose (s. 284-160)	25 (10)*	5 (2)*	20 (8)*	30 (12)*
Profit shifting by significant global entities[155]	50 (10)*	10 (2)*	40 (8)*	60 (12)*

* The rates of penalty in brackets apply if the taxpayer has a reasonably arguable position.

[154] This percentage is doubled for an entity that is a 'significant global entity' from 1 July 2017: *Treasury Laws Amendment (Combating Multinational Tax Avoidance) Act 2017.*

[155] On 11 December 2015, the *Tax Laws Amendment (Combating Multinational Tax Avoidance) Act 2015* received Royal Assent as Act No. 170 of 2015. The Act doubled the previous administrative penalties for schemes if the entity is a 'significant global entity'.

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Penalty unit amount

The value of a penalty unit for the purposes of a Commonwealth law or a Territory Ordinance is, unless the contrary intention appears, as set out in s. 4AA of the *Crimes Act 1914* (Cth).

The penalty unit was indexed on 1 July 2020 and will be indexed each third 1 July after 1 July 2020 using the formula in s. 4AA(4) of the *Crimes Act* and published by the Minister in a notifiable instrument.

The dollar amount that is increased as a result of indexation only applies to offences committed on or after the indexation day.

Year	Value of a penalty unit
From 1 July 2020	\$222
From 1 July 2017	\$210
From 31 July 2015	\$180
Before 31 July 2015	\$170

Vacancy fee for foreign owners

Foreign owners of residential real estate that is not occupied or genuinely available on the rental market for at least 183 days in a 12-month period (the vacancy year[156]) are liable to pay an annual vacancy fee.[157] Broadly, the vacancy fee amount is the same amount as the Foreign Investments Review Board (FIRB) application fee.

The vacancy fee applies to a 'foreign person' who lodges a notice or application with the FIRB to acquire a residential dwelling or residential land from 7.30 pm AEST on 9 May 2017.[158]

Meaning of foreign person

Broadly, a 'foreign person' means:[159]

- an individual not ordinarily resident in Australia
- a corporation in which a substantial interest is held by one or more foreign persons (except trustees and persons prescribed by regulation)
- a trustee of a trust in which a substantial interest is held by one or more foreign persons (except trustees and persons prescribed by regulation)
- a foreign government
- a person prescribed by regulation.

[156] The vacancy year commences on the owner's initial right to occupy the dwelling.

[157] The *Treasury Laws Amendment (Housing Tax Integrity) Act 2017* which received Royal Assent as Act No. 126 of 2017 on 30 November 2017 together with the *Foreign Acquisitions and Takeovers Fees Imposition Amendment (Vacancy Fees) Act 2017*, Act No. 127 of 2017 amended the *Foreign Acquisitions and Takeovers Act 1975* (FAT Act) to implement the vacancy fee. Note that the States and Territories may impose an absentee owner surcharge on land tax. The surcharge is an additional amount payable over the general and trust surcharge rates of land tax.

[158] Section 115B(1) of the *FAT Act*.

[159] The definition of a 'foreign person' is in s. 4 of the *FAT Act*.

When a dwelling is considered to be occupied

A dwelling is considered to be occupied on a day if:

- the person, or a relative of the person, genuinely occupies the dwelling as a residence on that day (with or without other persons)
- it is genuinely occupied on that day as a residence under a lease or licence with a term of 30 days or more, or
- its availability is genuine — i.e. it is made available on the rental market, advertised publicly and available at market rent — on that day for occupation as a residence under a lease or licence with a term of 30 days or more.

Assessment of liability to vacancy fee

Liability is assessed annually on the anniversary of the date of settlement. The foreign person must lodge a vacancy fee return with the Commissioner within 30 days after the end of each vacancy year during which the person may be liable for a vacancy fee for the dwelling. The Commissioner must give a notice to a foreign person who is liable to pay the vacancy fee. The due date for payment is disclosed on the notice and is at least 21 days after the notice is given.[160]

The vacancy fees which apply to six different types of acquisition are set out in a table in s. 12A of Div 3 of the *Foreign Acquisitions and Takeovers Fees Imposition Act 2015*.[161] The following table is sourced from the FIRB's Fee Schedule in Guidance Note 29 which was last updated on 1 July 2020.

FIRB application fees for the 2021–22 income year

Kind of action		Applicable fee[162]
Land	Residential land	Fee tiers increase every $1 million of consideration Fees start at $6,350 for acquisitions of $1 million or less,[163] rising to a maximum of $503,000 for acquisitions of more than $40 million
	Agricultural land	Fee tiers increase every $2 million of consideration Fees start at $6,350 for acquisitions of $2 million or less,[164] rising to a maximum of $503,000 for acquisitions of more than $80 million
	Commercial land and tenements	Fee tiers increase every $50 million of consideration Fees start at $6,350 for acquisitions of $50 million or less,[165] rising to a maximum of $503,000 for acquisitions

160 Sections 115E and 115F of the *FAT Act*.

161 The Foreign Acquisitions and Takeovers Fees Imposition Amendment (Vacancy Fees) Act 2017 received Royal Assent as Act no. 127 of 2017. The Act amends the Foreign Acquisitions and Takeovers Fees Imposition Act 2015 to set out the vacancy fee payable.

162 Where an action is a reviewable national security action, fees are calculated at 25 per cent of the fee for an equivalent notifiable action.

163 Under s. 53 of the *Foreign Acquisitions and Takeovers Fees Imposition Regulations 2020*, a lower fee of $2,000 will apply where the consideration value of an action is less than $75,000.

164 Under s. 53 of the *Foreign Acquisitions and Takeovers Fees Imposition Regulations 2020*, a lower fee of $2,000 will apply where the consideration value of an action is less than $75,000.

Kind of action		Applicable fee[162]
		of more than $2 billion
Starting an Australian business (including starting a national security business)		$2,000 flat fee
Entering agreements and altering documents		$12,700 flat fee
Internal reorganisations		$12,700 flat fee

FIRB application fees for the 2020–21 income year

From 1 January 2021 to 30 June 2021

From 1 January 2021, amendments to the Foreign Acquisitions and Takeovers Fees Imposition Act 2015 and the introduction of the Foreign Acquisitions and Takeovers Fees Imposition Regulations 2020 changed the way that fees are calculated for applications and notices.

Kind of action		Applicable fee
Land	Residential land	Fee tiers increase every $1 million of consideration Fees start at $6,350 for acquisitions of $1 million or less,[166] rising to a maximum of $500,000 for acquisitions of more than $40 million
	Agricultural land	Fee tiers increase every $2 million of consideration Fees start at $6,350 for acquisitions of $2 million or less,[167] rising to a maximum of $500,000 for acquisitions of more than $80 million
	Commercial land and tenements	Fee tiers increase every $50 million of consideration Fees start at $6,350 for acquisitions of $50 million or less,[168] rising to a maximum of $500,000 for acquisitions of more than $2 billion
Starting an Australian business (including starting a national security business)		$2,000 flat fee
Entering agreements and altering		$12,700 flat fee

165 Under s. 53 of the *Foreign Acquisitions and Takeovers Fees Imposition Regulations 2020*, a lower fee of $2,000 will apply where the consideration value of an action is less than $75,000.

166 Under s. 53 of the *Foreign Acquisitions and Takeovers Fees Imposition Regulations 2020*, a lower fee of $2,000 will apply where the consideration value of an action is less than $75,000.

167 Under s. 53 of the *Foreign Acquisitions and Takeovers Fees Imposition Regulations 2020*, a lower fee of $2,000 will apply where the consideration value of an action is less than $75,000.

168 Under s. 53 of the *Foreign Acquisitions and Takeovers Fees Imposition Regulations 2020*, a lower fee of $2,000 will apply where the consideration value of an action is less than $75,000.

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Kind of action	Applicable fee
documents	
Internal reorganisations	$12,700 flat fee

From 1 July 2020 to 1 January 2021

Important

On 29 March 2020, the Treasurer announced that due to the impacts of the Coronavirus, all monetary thresholds have been **temporarily reduced to $0**, and that the FIRB will work with applicants to extend the timeframes for decision making by up to six months.[169] The temporary reduction took effect from 10.30am AEDT on **29 March 2020**.

Acquisition cost	FIRB application fee payable
$0 to $1,000,000	$5,800 (or $1,000 where the fee would otherwise > 25% of cost)
$1,000,001 to $1,999,999	$11,700
$2,000,000 to $2,999,999	$23,500
$3,000,000 to $3,999,999	$35,200
$4,000,000 to $4,999,999	$47,000
$5,000,000 to $5,999,999	$58,800
$6,000,000 to $6,999,999	$70,600
$7,000,000 to $7,999,999	$82,400
$8,000,000 to $8,999,999	$94,300
$9,000,000 to $9,999,999	$106,000
$10,000,000 and over	ATO will provide a fee estimate

[169] Further information on these temporary changes can be found in 'Guidance Note 53: Temporary measures announced in response to coronavirus outbreak', available at: https://firb.gov.au/sites/firb.gov.au/files/guidance-notes/GN_53_cv_1.pdf

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FIRB application fees for the 2019–20 income year

Important

On 29 March 2020, the Treasurer announced that due to the impacts of the Coronavirus, all monetary thresholds have been **temporarily reduced to $0**, and that the FIRB will work with applicants to extend the timeframes for decision making by up to six months.[170] The temporary reduction took effect from 10.30am AEDT on **29 March 2020**.

Acquisition cost	FIRB application fee payable
$0 to $1,000,000	$5,700 (or $1,000 where the fee would otherwise > 25% of cost)
$1,000,001 to $1,999,999	$11,500
$2,000,000 to $2,999,999	$23,100
$3,000,000 to $3,999,999	$34,600
$4,000,000 to $4,999,999	$46,200
$5,000,000 to $5,999,999	$57,700
$6,000,000 to $6,999,999	$69,300
$7,000,000 to $7,999,999	$80,900
$8,000,000 to $8,999,999	$92,600
$9,000,000 to $9,999,999	$104,100
$10,000,000 and over	ATO will provide a fee estimate

FIRB application fees for the 2018–19 income year

Acquisition cost	FIRB application fee payable
$0 to $1,000,000	$5,600 (or $1,000 where the fee would otherwise > 25% of cost)
$1,000,001 to $1,999,999	$11,300
$2,000,000 to $2,999,999	$22,700
$3,000,000 to $3,999,999	$34,000

170 Further information on these temporary changes can be found in 'Guidance Note 53: Temporary measures announced in response to coronavirus outbreak', available at https://firb.gov.au/sites/firb.gov.au/files/guidance-notes/GN_53_cv_1.pdf

Acquisition cost	FIRB application fee payable
$4,000,000 to $4,999,999	$45,400
$5,000,000 to $5,999,999	$56,700
$6,000,000 to $6,999,999	$68,100
$7,000,000 to $7,999,999	$79,500
$8,000,000 to $8,999,999	$90,900
$9,000,000 to $9,999,999	$102,300
$10,000,000 and over	ATO will provide a fee estimate

FIRB application fees for the 2017–18 income year

Acquisition cost	FIRB application fee payable
$0 to $1,000,000	$5,500 (or $1,000 where the fee would otherwise > 25% of cost)
$1,000,001 to $1,999,999	$11,100
$2,000,000 to $2,999,999	$22,300
$3,000,000 to $3,999,999	$33,400
$4,000,000 to $4,999,999	$44,600
$5,000,000 to $5,999,999	$55,700
$6,000,000 to $6,999,999	$66,900
$7,000,000 to $7,999,999	$78,100
$8,000,000 to $8,999,999	$89,300
$9,000,000 to $9,999,999	$100,400
$10,000,000 and over	ATO will provide a fee estimate

Fuel tax credits

Fuel tax credits are paid to reduce or remove the incidence of fuel tax levied on taxable fuels. The amount to which an eligible claimant is entitled depends on the rate of excise or excise-equivalent customs duty, when the fuel is acquired and the activity in which the fuel is used. Fuel tax credits are usually claimed through a BAS. Fuel tax credit rates are indexed twice yearly in February and August.

Important

From the BAS period ending 31 March 2016, an entity that claims less than $10,000 in fuel tax credits in one year can choose simpler ways to keep records and calculate claims.

Fuel tax credit rates for liquid fuels — business

From 1 July 2021

Business use	Eligible liquid fuel	Rate for fuel acquired from…			
		1 July 2021	2 August 2021	1 February 2022	30 March 2022[171]
In a heavy vehicle[172] for **travelling** on public roads (includes emergency vehicles)	Liquid fuels e.g. diesel or petrol	16.3	16.9	17.8	0
All other business uses e.g. on private roads, off public roads and non-fuel uses	Liquid fuels e.g. diesel or petrol	42.7	43.3	44.2	0

[171] From 30 March 2022 until 28 September 2022, businesses using fuel in heavy vehicles for travelling on public roads will not be able to claim fuel tax credits as the road user charge (RUC) exceeds the excise duty paid. This is due to the halving of excise and excise equivalent customs duty rates for petrol, diesel, and all other petroleum-based products except aviation fuels. This temporary reduction is in place for 6 months, and applies from 30 March until 28 September 2022.

[172] A heavy vehicle is a vehicle with a gross vehicle mass greater than 4.5 tonnes. Diesel vehicles acquired before 1 July 2006 can be equal to 4.5 tonnes.

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Business use	Eligible liquid fuel	Rate for fuel acquired from...			
		1 July 2021	2 August 2021	1 February 2022	30 March 2022[171]
To power auxiliary equipment of a heavy vehicle[176] travelling on public roads e.g. fuel used to power a refrigeration unit or a concrete mixing barrel	Liquid fuels e.g. diesel or petrol	42.7	43.3	44.2	0
Packaging fuels in containers of 20 litres or less for uses other than in an internal combustion engine	Mineral turpentine, white spirit, kerosene and certain other fuels	42.7	43.3	44.2	0
Supply of fuel for domestic heating	Heating oil and kerosene	42.7	43.3	44.2	0

From 1 July 2020

Business use	Eligible liquid fuel	Rate for fuel acquired from...		
		1 July 2020	3 August 2020	1 February 2021
In a heavy vehicle[173] for **travelling** on public roads (includes emergency vehicles)	Liquid fuels e.g. diesel or petrol	16.5	16.5	16.9
All other business uses e.g. on private roads, off public roads and non-fuel uses	Liquid fuels e.g. diesel or petrol	42.3	42.3	42.7

[173] A heavy vehicle is a vehicle with a gross vehicle mass greater than 4.5 tonnes. Diesel vehicles acquired before 1 July 2006 can be equal to 4.5 tonnes.

Business use	Eligible liquid fuel	Rate for fuel acquired from…		
		1 July 2020	3 August 2020	1 February 2021
To power auxiliary equipment of a heavy vehicle[176] travelling on public roads e.g. fuel used to power a refrigeration unit or a concrete mixing barrel	Liquid fuels e.g. diesel or petrol	42.3	42.3	42.7
Packaging fuels in containers of 20 litres or less for uses other than in an internal combustion engine	Mineral turpentine, white spirit, kerosene and certain other fuels	42.3	42.3	42.7
Supply of fuel for domestic heating	Heating oil and kerosene	42.3	42.3	42.7

From 1 July 2019

Business use	Eligible liquid fuel	Rate for fuel acquired from…		
		3 February 2020	5 August 2019	1 July 2019
In a heavy vehicle[174] for **travelling** on public roads (includes emergency vehicles)	Liquid fuels e.g. diesel or petrol	16.5	16.0	15.8
All other business uses e.g. on private roads, off public roads and non-fuel uses	Liquid fuels e.g. diesel or petrol	42.3	41.8	41.6
To power auxiliary equipment of a heavy vehicle[176] travelling on public roads e.g. fuel used to power a refrigeration unit or a concrete mixing barrel	Liquid fuels e.g. diesel or petrol	42.3	41.8	41.6

174 A heavy vehicle is a vehicle with a gross vehicle mass greater than 4.5 tonnes. Diesel vehicles acquired before 1 July 2006 can be equal to 4.5 tonnes.

Business use	Eligible liquid fuel	Rate for fuel acquired from…		
		3 February 2020	5 August 2019	1 July 2019
Packaging fuels in containers of 20 litres or less for uses other than in an internal combustion engine	Mineral turpentine, white spirit, kerosene and certain other fuels	42.3	41.8	41.6
Supply of fuel for domestic heating	Heating oil and kerosene	42.3	41.8	41.6

▶ From 1 July 2018

Business use	Eligible liquid fuel	Rate for fuel acquired from …		
		4 February 2019	1 August2018	1 July 2018
In a heavy vehicle[175] for **travelling** on public roads (includes emergency vehicles)	Liquid fuels e.g. diesel or petrol	15.8	15.4	15.1
All other business uses e.g. on private roads, off public roads and non-fuel uses	Liquid fuels e.g. diesel or petrol	41.6	41.2	40.9
To power auxiliary equipment of a heavy vehicle[176] travelling on public roads e.g. fuel used to power a refrigeration unit or a concrete mixing barrel	Liquid fuels e.g. diesel or petrol	41.6	41.2	40.9
Packaging fuels in containers of 20 litres or less for uses other than in an internal combustion engine	Mineral turpentine, white spirit, kerosene and certain other fuels	41.6	41.2	40.9
Supply of fuel for domestic heating	Heating oil and kerosene	41.6	41.2	40.9

[175] A heavy vehicle is a vehicle with a gross vehicle mass greater than 4.5 tonnes. Diesel vehicles acquired before 1 July 2006 can be equal to 4.5 tonnes.

▶ From 1 July 2017

Business use	Eligible liquid fuel	Rate for fuel acquired from …		
		5 Feb 2018	1 Aug 2017	1 Jul 2017
In a heavy vehicle[176] for **travelling** on public roads (includes emergency vehicles)	Liquid fuels e.g. diesel or petrol	15.1	14.5	14.3
All other business uses e.g. on private roads, off public roads and non-fuel uses	Liquid fuels e.g. diesel or petrol	40.9	40.3	40.1
To power auxiliary equipment of a heavy vehicle[176] travelling on public roads e.g. fuel used to power a refrigeration unit or a concrete mixing barrel	Liquid fuels e.g. diesel or petrol	40.9	40.3	40.1
Packaging fuels in containers of 20 litres or less for uses other than in an internal combustion engine	Mineral turpentine, white spirit, kerosene and certain other fuels	40.9	40.3	40.1
Supply of fuel for domestic heating	Heating oil and kerosene	40.9	40.3	40.1

[176] A heavy vehicle is a vehicle with a gross vehicle mass greater than 4.5 tonnes. Diesel vehicles acquired before 1 July 2006 can equal 4.5 tonnes.

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State taxes

Payroll tax relief for wages subsidised under Jobkeeper scheme

The States and Territories have introduced payroll tax relief for payments to employees that are subsidised by amounts received under the Jobkeeper Scheme, but the extent of the relief differs between the States and Territories, as shown in the following table:

State / Territory	Payroll tax treatment of payments subsidised by Jobkeeper
Australian Capital Territory	The portion of wages that are subsidised by payments under the Jobkeeper Scheme are exempt from ACT payroll tax.[177]
New South Wales	Wages paid to meet the requirements of the Jobkeeper Scheme are exempt from NSW payroll tax to the extent they **exceed** the employee's earned wage.[178]
Northern Territory	Employers receiving Jobkeeper payments for employees working in the NT will not be required to pay NT payroll tax on those payments.[179] Employers should declare Jobkeeper payments received in their returns and the amounts will be deducted from gross wages.
Queensland	Administrative arrangements have been put in place to exempt payments received under the Jobkeeper Scheme from Queensland payroll tax.[180] The amount of an employee's wage that is subsidised by the Jobkeeper payment is excluded from wages for payroll tax purposes.
South Australia	South Australian businesses in receipt of the Jobkeeper payment are exempt from SA payroll tax on the portion of payments to employees that are subsidised by the Jobkeeper payment.[181]
Tasmania	A waiver from Tasmanian payroll tax applies to employee wages that are subsidised by payments under the Jobkeeper Scheme.[182] Applies to Australia-wide wages.
Victoria	A payroll tax exemption applies for payments to stood down employees, and top-up amounts paid where the employee usually earns less than $1,500 for the fortnight.[183]

[177] Section 66BA and Part 2.7A of Schedule 2 to the *Payroll Tax Act 2011* (ACT).

[178] Section 66D of the *Payroll Tax Act 2007* (NSW).

[179] Please refer to guidance on the Northern Territory Revenue Office website: https://treasury.nt.gov.au/dtf/territory-revenue-office/payroll-tax/payroll-tax-relief#q6

[180] Please refer to guidance on the Business Queensland website: www.business.qld.gov.au/running-business/employing/payroll-tax/exemptions/jobkeeper

[181] Section 17A of the *Payroll Tax Act 2009* (SA).

[182] Tasmanian Government Gazette, Vol. CCCXXXIV No. 21 982, 1 May 2020.

[183] Refer to item 12, Wages exempt from payroll tax.

Payroll tax thresholds

2022–23 payroll tax year

State or Territory	Threshold	Rate of tax
Australian Capital Territory	$2,000,000	6.85%
New South Wales	$1,200,000	5.45%
Northern Territory	$1,500,000	5.50%
Queensland	$1,300,000–$6,500,000 $6,500,001 and above	4.75%[184] 4.95%
South Australia	$1,500,001–$1,700,000 $1,700,001 and above	0%–4.95% 4.95%
Tasmania	$1,250,000–$2,000,000 $2,000,001 and above	4% 6.10%
Victoria	$700,000	4.85% / 1.2125%[185]
Western Australia	$1,000,000 but < $7.5 million $7.5 million < $100 million $100 million < $1.5 billion More than $1.5 billion	Tiered rates apply: 5.5% 6% on wages above $100 million 6.5% on wages above $1 billion

2021–22 payroll tax year

State or Territory	Threshold	Rate of tax
Australian Capital Territory	$2,000,000	6.85%
New South Wales	$1,200,000	4.85%
Northern Territory	$1,500,000	5.50%
Queensland	$1,300,000–$6,500,000 $6,500,001 and above	4.75%[186] 4.95%
South Australia	$1,500,001–$1,700,000 $1,700,001 and above	0%–4.95% 4.95%

184 From 1 July 2019 to 30 June 2023, regional employers may be entitled to a 1% discount on the rate.

185 The reduced rate of 1.2125% applies for wages paid by 'regional employers' on or after 1 July 2021.

186 From 1 July 2019 to 30 June 2023, regional employers may be entitled to a 1% discount on the rate.

State or Territory	Threshold	Rate of tax
Tasmania[187]	$1,250,000–$2,000,000 $2,000,001 and above	4% 6.10%
Victoria	$700,000	4.85% / 1.2125%[188]
Western Australia	$1,000,000	Tiered rate from 5.5% increasing to 6.5% for wages above $1.5 billion

2020–21 payroll tax year

State or Territory	Threshold	Rate of tax
Australian Capital Territory	$2,000,000	6.85%
New South Wales	$1,200,000[189]	4.85%
Northern Territory	$1,500,000[190]	5.50%
Queensland	$1,300,000–$6,500,000 $6,500,001 and above	4.75%[191] 4.95%
South Australia	$1,500,001–$1,700,000 $1,700,001 and above	0%–4.95% 4.95%
Tasmania[192]	$1,250,000–$2,000,000 $2,000,001 and above	4% 6.10%
Victoria	$650,000	4.85% / 2.02%[193]

187 A three-year payroll tax exemption is available for wages paid by a business to its employees in regional Tasmania, where an interstate business relocates to Tasmania and establishes its operations in a regional area between 1 July 2018 and 30 June 2021, and certain conditions are met.

188 The reduced rate of 1.2125% applies for wages paid by 'regional employers' on or after 1 July 2021.

189 The *Treasury Legislation Amendment (COVID-19) Act 2020* (NSW) increased the NSW payroll threshold for the 2020–21 year from $900,000 to $1 million. This was subsequently increased again by the *Payroll Tax Amendment Bill* 2020 (NSW) which increased the threshold for the 2020-21 year from $1 million to $1,200,000, and reduced the rate of tax from 5.45% to 4.85%.

190 Payroll tax waivers are available for the March 2020 to April 2021 return periods for employers with: (a) confirmed listing on the DITT Business Hardship Register; and (b) total Australian taxable wages for 2019–20 of under $7.5 million: https://treasury.nt.gov.au/dtf/territory-revenue-office/payroll-tax/payroll-tax-relief#q3

191 From 1 July 2019 to 30 June 2023, regional employers may be entitled to a 1% discount on the rate.

192 A three-year payroll tax exemption is available for wages paid by a business to its employees in regional Tasmania, where an interstate business relocates to Tasmania and establishes its operations in a regional area between 1 July 2018 and 30 June 2021, and certain conditions are met.

193 The reduced rate of 2.02% applies for wages paid by 'regional employers' on or after 1 July 2020. The rate further reduces to 1.62% from 1 July 2021 and to 1.2125% from 1 July 2022.

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State or Territory	Threshold	Rate of tax
Western Australia[194] 1 July 2020 – 31 December 2020	Annual threshold applicable for this period: $950,000 — i.e. $475,000 for this period	Tiered rate from 5.50%[195] increasing to 6.5% for wages above $1.5 billion
1 January 2021 — 30 June 2021	$1,000,000 — i.e. $500,000 for this period	

2019–20 payroll tax year

State or Territory	Threshold	Rate of tax
Australian Capital Territory	$2,000,000	6.85%
New South Wales	$900,000[196]	5.45% — reduced by 25% in for businesses with a payroll of ≤ $10 million[197]
Northern Territory	1,500,000	5.50%
Queensland	$1,300,000–$6,500,000 $6,500,001 and above	4.75%[198] 4.95%
South Australia	$1,500,001–$1,700,000 $1,700,001 and above	0%–4.95% 4.95%
Tasmania[199]	$1,250,000–$2,000,000 $2,000,001 and above[200]	4% 6.10%

[194] The *Payroll Tax Relief (COVID-19 Response) Act 2020* (WA) exempts from WA payroll tax: (a) payments made to employees under the Federal Government's Jobkeeper scheme — for wages paid in the period 30 March 2020 to 27 September 2020; (b) wages paid in the period 1 March 2020 to 30 June 2020 by employers or groups with Australian taxable wages of less than $7.5 million in the 2019–20 financial year; and (c) wages prescribed as exempt for the purposes of alleviating the economic effects of COVID-19 — for such period as is prescribed.

[195] A tier-4 rate applies for annual wages of > $100 million; a tier-5 rate applies for annual wages of > $1.5 billion: www.wa.gov.au/organisation/department-of-finance/about-payroll-tax#rates-and-thresholds

[196] Note that the current threshold of $900,000 is scheduled to increase in subsequent years as follows: $950,000 for 2020–21; and $1 million for 2021–22.

[197] *Treasury Legislation Amendment (COVID-19) Act 2020* (NSW) introduced, for the 2019–20 payroll tax year, a **waiver** of payroll tax for three months for businesses with total Australian taxable wages of $10 million or less — i.e. liable to only 75 per cent of their 2019–20 payroll tax liability. Further information is available on Revenue NSW's website: www.revenue.nsw.gov.au/taxes-duties-levies-royalties/payroll-tax

[198] From 1 July 2019 to 30 June 2023, regional employers may be entitled to a 1% discount on the rate.

[199] A three-year payroll tax exemption is available for wages paid by a business to its employees in regional Tasmania, where an interstate business relocates to Tasmania and establishes its operations in a regional area.

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State or Territory	Threshold	Rate of tax
Victoria	$650,000	4.85% / 2.425%[201]
Western Australia[202] 1 July 2019 – 31 December 2019	Annual threshold applicable for this period: $850,000 — i.e. $425,000 for this period	Tiered rate from 5.50%[203] increasing to 6.5% for wages above $1.5 billion
1 January 2020 – 30 June 2020	$950,000 — i.e. $475,000 for this period	

2018–19 payroll tax year

State or Territory	Threshold	Rate of tax
Australian Capital Territory	$2,000,000	6.85%
New South Wales	$850,000[204]	5.45%
Northern Territory	$1,500,000	5.50%
Queensland	$1,100,000	4.75%
South Australia		
▪ 1 July 2018 to 30 December 2018 ▪ From 1 January 2019	$600,000[205] $1,500,001–$1,700,000 $1,700,001 and above	Variable from 2.5% up to 4.95% 0%–4.95% 4.95%

200 The Tasmanian government is offering a payroll tax waiver for 2019–20 for Australian wages up to $5 million annually, for businesses that are affected by the Coronavirus pandemic and meet certain eligibility criteria: www.sro.tas.gov.au/Documents/Coronavirus-payroll-tax-waiver-2019-20-wages-less-than-$5-million-guideline.pdf There is also a payroll tax waiver available for taxpayers in the hospitality, tourism and seafood industries: www.sro.tas.gov.au/Documents/Coronavirus-payroll-tax-waiver-2019-20-specific-industries-guideline.pdf

201 The reduced rate of 2.425% applies for wages paid by 'regional employers' on or after 1 July 2018.

202 The *Payroll Tax Relief (COVID-19 Response) Act 2020* (WA) exempts from WA payroll tax: (a) payments made to employees under the Federal Government's Jobkeeper scheme — for wages paid in the period 30 March 2020 to 27 September 2020; (b) wages paid in the period 1 March 2020 to 30 June 2020 by employers or groups with Australian taxable wages of less than $7.5 million in the 2019–20 financial year; and (c) wages prescribed as exempt for the purposes of alleviating the economic effects of COVID-19 — for such period as is prescribed.

203 A tier-4 rate applies for annual wages of > $100 million; a tier-5 rate applies for annual wages of > $1.5 billion: www.wa.gov.au/organisation/department-of-finance/about-payroll-tax

204 This is an increase from the 2017–18 (up from $750,000). Note that the current threshold of $850,000 is scheduled to increase in subsequent years as follows: $900,000 for 2019–20; $950,000 for 2020–21; and $1 million for 2021–22.

205 A rate of 2.5% applies for businesses with payrolls between $600,000 and $1 million, then the rate phases up to the general rate of 4.95% for payrolls above $1.5 million.

State or Territory	Threshold	Rate of tax
Tasmania[206]	$1,250,000–$2,000,000 $2,000,001 and above	4% 6.10%
Victoria	$650,000	4.85% / 2.425%[207]
Western Australia	$850,000	5.50%[208]

2017–18 payroll tax year

State or Territory	Threshold	Rate of tax
Australian Capital Territory	$2,000,000	6.85%
New South Wales	$750,000	5.45%
Northern Territory	$1,500,000	5.50%
Queensland	$1,100,000	4.75%
South Australia	$600,000[209]	Variable from 2.5% up to 4.95%
Tasmania	$1,250,000	6.10%
Victoria	$625,000	4.85% / 3.65%[210]
Western Australia	$850,000	5.50%

Land tax

Note

The Northern Territory does not impose land tax.

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206 Note that from 2018–19, there is a three-year payroll tax exemption for wages paid by a business to its employees in regional Tasmania, where an interstate business relocates to Tasmania and establishes its operations in a regional area.

207 The reduced rate of 2.425% applies for wages paid by 'regional employers' on or after 1 July 2018 (previously 3.65%) — see the *State Taxation Acts Amendment Act 2018*.

208 From 1 July 2018, a tier-4 rate applies for annual wages of > $100 million, and a tier-5 rate applies for annual wages of > $1.5 billion: www.wa.gov.au/organisation/department-of-finance/about-payroll-tax

209 A rate of 2.5% applies for businesses with payrolls between $600,000 and $1 million, then the rate phases up to the general rate of 4.95% for payrolls above $1.5 million.

210 The reduced rate of 3.65% applies for 'regional employers' — see the *State Taxation Acts Amendment Act 2017*.

2023 land tax year

State/ Territory	Threshold	Rate of tax on average unimproved value (AUV)
ACT	Residential property	
Assessed quarterly:	0 – $150,000	0.54%
1 July, 1 October, 1 January and 1 April	$150,001 – $275,000	$810 + 0.64% of AUV in excess of$150,000
	$275,001 – $2,000,000	$1,610 + 1.12% of AUV in excess of $275,000
	≥ $2,000,001	$20,930 +1.14% of AUV in excess of $450,000
Land tax for the 2022–23 year is based on a fixed charge of $1,392 + valuation charge	Commercial property[211]	$0
NSW	0 –$821,999	0.0%
Assessed midnight on 31 December	$822,000– $5,025,999	$100 + 1.6% of excess over $822,000
	≥ $5,026,000	$67,364 plus 2% on excess over $5,026,000
	Special trusts and non-concessional companies	
	0 — $5,025,999	1.6%
	≥ $5,026,000	2%

[211] Commercial properties have not been subject to land tax in ACT since 1 July 2012.

State/ Territory	Threshold	Rate of tax on average unimproved value (AUV)
QLD	Individuals	
Assessed midnight on 30 June	0 – $599,999	Nil
	$600,000 – $999,999	$500 + 1.0% of excess over $600,000
	$1,000,000 – $2,999,999	$4,500 + 1.65% of excess over $1,000,000
A surcharge of 2% applies to absentee owners, foreign companies and trustees of foreign trusts[212]	$3,000,000 – $4,999,999	$37,500 + 1.25% of excess over $3,000,000
	$5,000,000 – $9,999,999	$62,500 + 1.75% of excess over $5,000,000
	≥$10,000,000	$150,000 + 2.25% of excess over $10,000,000
	Companies, trustees, absentees	
	0 – $349,999	Nil
	$350,000 – $2,249,999	$1,450 + 1.7% of excess over $350,000
	$2,250,000 – $4,999,999	$33,750 + 1.5% of excess over $2,250,000
	$5,000,000 – $9,999,999	$75,000 + 2.25% of excess over $5,000,000
	≥$10,000,000	$187,500 + 2.75% of excess over $10,000,000
SA	General	
Assessed midnight on 30 June	0 – $534,000	Nil
	$534,001 – $858,000	0.5% of excess over $534,000
	$858,001 – $1,249,000	$1,620 + 1% of excess over $858,000
	$1,249,001 – $2,000,000	$5,530 + 2.0% of excess over $1,249,000
	≥ $2,000,000	$20,550 + 2.4% of excess over $2,000,000
	Trustees	
	0 – $25,000	Nil
	$25,001 — $534,000	$125 + 0.5% of excess over $25,000
	$534,001 — $858,000	$2,670 + 1.0% of excess over $534,000
	$858,001 — $1,249,000	$5,910 + 1.50% of excess over $858,000
	$1,249,001 — $2,000,000	$11,775 + 2.40% of excess over $1,249,000
	≥$2,000,001	$29,799 + 2.40% of excess over $2,000, 000
TAS	< $100,000	Nil
Assessed on 1 July	$100,000 – $499,999	$50 + 0.45% excess over $100,000
	≥ $500,000	$1,850 + 1.5% excess over $500,000

[212] If an individual is considered an absentee at 30 June, a surcharge will apply to the taxable value of their land, calculated as (Taxable value - $350,000) × 2%.

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State/ Territory	Threshold	Rate of tax on average unimproved value (AUV)
VIC **Assessed at midnight on 31 December; the general thresholds and rates have been unchanged since 2009.**	0 – $300,000	Nil
	$300,000 – $599,999	$375 + 0.2% of excess over $300,000
	$600,000 – $999,999	$975 + 0.5% of excess over $600,000
	$1,000,000 – $1,799,999	$2,975 + 0.8% of excess over $1,000,000
	$1,800,000 – $2,999,999	$9,375 + 1.55% of excess over $1,800,000
	≥ $3,000,000	$27,975 + 2.55% of excess over $3,000,000
	Trusts	
Trusts A special land tax scale applies to trusts with property holdings of more than $24,999 A surcharge of at least 2.2% applies to Victorian land valued at $300,000 or above that is owned by an absentee owner	$25,000 to < $250,000	$82 + 0.375% of excess over $25,000
	$250,000 to < $600,000	$926 + 0.575% of excess over $250,000
	$600,000 to < $1,000,000	$2,938 + 0.875% of excess over $600,000
	$1,000,000 to < $1,800,000	$6,438+ 1.175% of excess over $1,000,000
	$1,800,000 to < $3,000,000	$15,838 + 1.0114% of excess over $1,800,000
	$3,000,000 and over	$27,975 + 2.55% of excess over $3,000,000
WA Assessed midnight on 30 June	0 – $300,000	Nil
	$300,001 – $420,000	$300
	$420,001 – $1,000,000	$300 + 0.25% of excess over $420,000
	$1,000,001 – $1,800,000	$1,750 + 0.90% of excess over $1,000,000
	$1,800,001 – $5,000,000	$8,950 + 1.80% of excess over $1,800,000
	$5,000,001 – $11,000,000	$66,550 + 2% of excess over $5,000,000
	> $11,000,000	$186,550 + 2.67% of excess over $11,000,000

2022 land tax year

State/ Territory	Threshold	Rate of tax
ACT	Residential property	
Assessed quarterly:	0 – $150,000	0.54%
1 July, 1 October, 1 January and 1 April	$150,001 – $275,000	$810 + 0.64% of excess over $150,000
	$275,001 – $2,000,000	$1,610 + 1.12% of excess over $275,000
	≥ $2,000,001	$20,930 +1.14% of excess over $450,000
Land tax for the 2021–22 year is based on a fixed charge of $1,392 + valuation charge	Commercial property[213]	$0
NSW	0 –$821,999	0.0%
Assessed midnight on 31 December	$822,000– $5,025,999	$100 + 1.6% of excess over $822,000
	≥ $5,026,000	$67,364 plus 2% on excess over $5,026,000
	Special trusts and non-concessional companies	
	0 — $5,025,999	1.6%
	≥ $5,026,000	2%
QLD	Individuals	
Assessed midnight on 30 June	0 – $599,999	Nil
	$600,000 – $999,999	$500 + 1.0% of excess over $600,000
	$1,000,000 – $2,999,999	$4,500 + 1.65% of excess over $1,000,000
A surcharge of 2% applies to absentee owners, foreign companies and trustees of foreign trusts[214]	$3,000,000 – $4,999,999	$37,500 + 1.25% of excess over $3,000,000
	$5,000,000 – $9,999,999	$62,500 + 1.75% of excess over $5,000,000
	≥$10,000,000	$150,000 + 2.25% of excess over $10,000,000
	Companies, trustees, absentees	
	0 – $349,999	Nil
	$350,000 – $2,249,999	$1,450 + 1.7% of excess over $350,000
	$2,250,000 – $4,999,999	$33,750 + 1.5% of excess over $2,250,000
	$5,000,000 – $9,999,999	$75,000 + 2.25% of excess over $5,000,000
	≥$10,000,000	$187,500 + 2.75% of excess over $10,000,000

[213] Commercial properties have not been subject to land tax in ACT since 1 July 2012.

[214] If an individual is considered an absentee at 30 June, a surcharge will apply to the taxable value of their land, calculated as (Taxable value - $350,000) × 2%.

State/ Territory	Threshold	Rate of tax
SA **Assessed midnight on 30 June**	General	
	0 – $482,000	Nil
	$482,001 – $774,000	0.5% of excess over $482,000
	$774,001 – $1,126,000	$1,460 + 1.25% of excess over $774,000
	$1,126,001 – $1,350,000[215]	$5,860 + 2.0% of excess over $1,126,000
	≥ $1,350,000	$10,340 + 2.4% of excess over $1,350,000
	Trustees	
	0 – $25,000	Nil
	$25,001 — $482,000	$125 + 0.5% of excess over $25,000
	$482,001 — $774,000	$2,410 + 1.0% of excess over $482,000
	$774,001 — $1,126,000	$5,330 + 1.75% of excess over $774,000
	$1,126,001 — $1,350,000	$11,490 + 2.40% of excess over $1,126,000
	≥$1,350,001	$16,866 + 2.40% of excess over $1, 350, 000
TAS Assessed on 1 July	< $50,000	Nil
	$50,000 – $399,999	$50 + 0.55% excess over $25,000
	≥ $400,000	$1,837.50 + 1.5% excess over $350,000
VIC[216] **Assessed at midnight on 31 December; the general thresholds and rates have been unchanged since**	0 – $249,999	Nil
	$250,000 – $599,999	$275 + 0.2% of excess over $250,000
	$600,000 – $999,999	$975 + 0.5% of excess over $600,000
	$1,000,000 – $1,799,999	$2,975 + 0.8% of excess over $1,000,000
	$1,800,000 – $2,999,999	$9,375 + 1.3% of excess over $1,800,000

[215] From 1 July 2020, a new marginal tax rate of 2.9 per cent applies for land valued between the top threshold and $5 million: *Statutes Amendment and Repeal (Budget Measures) Act 2018* which received Royal Assent as Act No. 35 of 2018.

[216] From 1 January 2020, a 2 per cent absentee owner surcharge (previously 1.5 per cent from 1 January 2017, and 0.5 per cent for the 2016 land tax year) on land tax applies to Victorian land owned by an absentee owner. From 1 January 2018, a vacant residential land tax of 1 per cent of the capital improved value of residential property is payable if the property in the inner or middle ring of Melbourne is left vacant for more than six months in a calendar year. Due to the Coronavirus, the Victorian government is offering a full waiver of 2021 vacant residential land tax liabilities that would ordinarily apply to residential properties in Melbourne's inner and middle suburbs that were vacant for more than six months in 2020.

State/ Territory	Threshold	Rate of tax
2009. **Note** A special land tax scale applies to trusts with property holdings of more than $24,999 A 2 per cent surcharge applies to Victorian land valued at $250,000 or above that is owned by an absentee owner	≥ $3,000,000	$24,975 + 2.25% of excess over $3,000,000
WA Assessed midnight on 30 June	0 – $300,000	Nil
	$300,001 – $420,000	$300
	$420,001 – $1,000,000	$300 + 0.25% of excess over $420,000
	$1,000,001 – $1,800,000	$1,750 + 0.90% of excess over $1,000,000
	$1,800,001 – $5,000,000	$8,950 + 1.80% of excess over $1,800,000
	$5,000,001 – $11,000,000	$66,550 + 2% of excess over $5,000,000
	> $11,000,000	$186,550 + 2.67% of excess over $11,000,000

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2021 land tax year

State/ Territory	Threshold	Rate of tax
ACT	Residential property	
Assessed quarterly:	0 – $150,000	0.52%
1 July, 1 October, 1 January and 1 April	$150,001 – $275,000	$780 + 0.62% of excess over $150,000
	$275,001 – $2,000,000	$1,555 plus 1.10% of excess over $275,000
	≥ $2,000,000	$20,530 plus 1.12% of excess over $2,000,000
Land tax for the 2020–21 year is based on a fixed charge of $1,326 + valuation charge	Commercial property[217]	0%
NSW	0 –$754,999	0.0%
Assessed midnight on 31 December	$755,000– $4,615,999	$100 + 1.6% of excess over $755,000
	≥ $4,616,000	$61,876 plus 2% on excess over $4,616,000
Note		
Foreign persons who own residential land in NSW must pay a surcharge of 2.0 per cent[218, 219]	Special trusts and non concessional companies	
	0 – $4,615,999	1.6%
	≥ $4,616,000	2%
QLD	Individuals	
Assessed midnight on 30 June	0 – $599,999	Nil
	$600,000 – $999,999	$500 + 1.0% of excess over $600,000
A surcharge of 2% applies to absentee owners, foreign companies and trustees of foreign trusts[220]	$1,000,000 – $2,999,999	$4,500 + 1.65% of excess over $1,000,000
	$3,000,000 – $4,999,999	$37,500 + 1.25% of excess over $3,000,000
	$5,000,000 – $9,999,999	$62,500 + 1.75% of excess over $5,000,000
	≥$10,000,000	$150,000 + 2.25% of excess over $10,000,000
	Companies, trustees, absentees	
	0 – $349,999	Nil
	$350,000 – $2,249,999	$1,450 + 1.7% of excess over $350,000

[217] Commercial properties have not been subject to land tax since 1 July 2012.

[218] Section 5A(2) of the *Land Tax Act 1956* (NSW). The surcharge rate from the 2017 land tax year was 0.75 per cent. The two per cent rate applied to the taxable value of land from the 2018 land tax year onwards.

[219] Refunds and exemption from surcharge land tax payable on residential land owned by a foreign person that is an Australian corporation apply where: (a) a new home is constructed and sold without the home having been used or occupied before sale; or (b) the land is subdivided and sold for the purposes of new home construction.

[220] If an individual is considered an absentee at 30 June, a surcharge will apply to the taxable value of their land, calculated as (Taxable value - $350,000) × 2%.

State/ Territory	Threshold	Rate of tax
	$2,250,000 – $4,999,999 $5,000,000 – $9,999,999 ≥$10,000,000	$33,750 + 1.5% of excess over $2,250,000 $75,000 + 2.25% of excess over $5,000,000 $187,500 + 2.75% of excess over $10,000,000
SA Assessed midnight on 30 June	General 0 – $450,000 $450,001 – $723,000 $723,001 – $1,042,000 $1,052,001 – $1,350,000[221] ≥ $1,350,000 Trustees 0 – $25,000 $25,001 — $450,000 $450,001 — $723,000 $723,001 — $1,052,000 $1,052,001 — $1,350,000 ≥$1,350,001	 Nil 0.5% of excess over $450,000 $1,365 + 1.25% of excess over $723,000 $5,477.50 + 2.0% of excess over $1,052,000 $11,437.50 + 2.4% of excess over $1,350,000 Nil $125 + 50c for every $100 over $25,000 $2,250 + $1 for every $100 above $450,000 $4,980 + $1.75 for every $100 above $723,000 $10,737.50 + $2.40 for every $100 above $1,052,000 $17,889.50 plus $2.40 for every $100 or part of $100 above $1,350,000
TAS Assessed on 1 July	< $25,000 $25,000 – $349,999 ≥ $350,000	Nil $50 + 0.55% excess over $25,000 $1,837.50 + 1.5% excess over $350,000
VIC[222] **Assessed at midnight on 31 December; the general thresholds**	0 – $249,999	Nil
	$250,000 – $599,999	$275 + 0.2% of excess over $250,000
	$600,000 – $999,999	$975 + 0.5% of excess over $600,000
	$1,000,000 – $1,799,999	$2,975 + 0.8% of excess over $1,000,000

[221] From 1 July 2020, a new marginal tax rate of 2.9 per cent applies for land valued between the top threshold and $5 million: *Statutes Amendment and Repeal (Budget Measures) Act 2018* which received Royal Assent as Act No. 35 of 2018.

[222] From 1 January 2020, a 2 per cent absentee owner surcharge (previously 1.5 per cent from 1 January 2017, and 0.5 per cent for the 2016 land tax year) on land tax applies to Victorian land owned by an absentee owner. From 1 January 2018, a vacant residential land tax of 1 per cent of the capital improved value of residential property is payable if the property in the inner or middle ring of Melbourne is left vacant for more than six months in a calendar year. Due to the Coronavirus, the Victorian government is offering a full waiver of 2021 vacant residential land tax liabilities that would ordinarily apply to residential properties in Melbourne's inner and middle suburbs that were vacant for more than six months in 2020.

State/ Territory	Threshold	Rate of tax
and rates have been unchanged since 2009. Note A special land tax scale applies to trusts with property holdings of more than $24,999 A 2 per cent surcharge applies to Victorian land valued at $250,000 or above that is owned by an absentee owner	$1,800,000 – $2,999,999	$9,375 + 1.3% of excess over $1,800,000
	≥ $3,000,000	$24,975 + 2.25% of excess over $3,000,000
WA Assessed midnight on 30 June	0 – $300,000	Nil
	$300,001 – $420,000	$300
	$420,001 – $1,000,000	$300 + 0.25% of excess over $420,000
	$1,000,001 – $1,800,000	$1,750 + 0.90% of excess over $1,000,000
	$1,800,001 – $5,000,000	$8,950 + 1.80% of excess over $1,800,000
	$5,000,001 – $11,000,000	$66,550 + 2% of excess over $5,000,000
	> $11,000,000	$186,550 + 2.67% of excess over $11,000,000

2020 land tax year

State/ Territory	Threshold	Rate of tax
ACT Assessed quarterly: 1 July, 1 October, 1 January and 1 April	Residential property	
	0 – $150,000	0.50%
	$150,001 – $275,000	$750 + 0.60% of excess over $150,000
	$275,001 – $2,000,000	$1,500 plus 1.08% of excess over $275,000
	≥ $2,000,000	$20,130 plus 1.10% of excess over $2,000,000
Land tax for the 2019–20 year is based on a fixed charge of $1,263 + valuation charge	Commercial property[223]	0%
NSW Assessed midnight on	0 –$733,999	0.0%
	$734,000 – $4,447,999	$100 + 1.6% of excess over $734,000

223 Commercial properties have not been subject to land tax since 1 July 2012.

State/ Territory	Threshold	Rate of tax
31 December **Note** Foreign persons who own residential land in NSW must pay a surcharge of 2.0 per cent[224, 225]	≥ $4,448,000 Special trusts and non-concessional companies 0 – $4,447,999 ≥ $4,448,000	$59,524 plus 2% on excess over $4,448,000 1.6% 2%
QLD Assessed midnight on 30 June A surcharge of 2% applies to absentee owners, foreign companies and trustees of foreign trusts[226]	Individuals 0 – $599,999 $600,000 – $999,999 $1,000,000 – $2,999,999 $3,000,000 – $4,999,999 $5,000,000 – $9,999,999 ≥$10,000,000 Companies, trustees, absentees 0 – $349,999 $350,000 – $2,249,999 $2,250,000 – $4,999,999 $5,000,000 – $9,999,999 ≥$10,000,000	 Nil $500 + 1.0% of excess over $600,000 $4,500 + 1.65% of excess over $1,000,000 $37,500 + 1.25% of excess over $3,000,000 $62,500 + 1.75% of excess over $5,000,000 $150,000 + 2.25% of excess over $10,000,000 Nil $1,450 + 1.7% of excess over $350,000 $33,750 + 1.5% of excess over $2,250,000 $75,000 + 2.25% of excess over $5,000,000 $150,000 + 2.25% of excess over $10,000,000

224 Section 5A(2) of the *Land Tax Act 1956* (NSW).

225 Refunds and exemption from surcharge land tax payable on residential land owned by a foreign person that is an Australian corporation apply where: (a) a new home is constructed and sold without the home having been used or occupied before sale; or (b) the land is subdivided and sold for the purposes of new home construction.

226 If an individual is considered an absentee at 30 June, a surcharge will apply to the taxable value of their land, calculated as (Taxable value - $350,000) × 2%.

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State/ Territory	Threshold	Rate of tax
SA Assessed midnight on 30 June[227]	0 – $391,000[228] $391,001 – $716,000 $716,001 – $1,042,000 $1,042,001 – $1,302,000 > $1,302,000	Nil 0.5% of excess over $391,000 $1,625 + 1.65% of excess over $716,000 $7,004 + 2.4% of excess over $1,042,000 $13,244 + 3.7% of excess over $1,302,000
TAS Assessed on 1 July	< $25,000 $25,000 – $349,999 ≥ $350,000	Nil $50 + 0.55% excess over $25,000 $1,837.50 + 1.5% excess over $350,000
VIC[229] **Assessed at midnight on 31 December; the general thresholds and rates have been unchanged since 2009.**[230] **Note** A special land tax scale applies to trusts with property holdings of more than $24,999 A 2 per cent surcharge applies to Victorian land valued at $250,000 or above that is owned by an absentee owner	0 – $249,999 $250,000 – $599,999 $600,000 – $999,999 $1,000,000 – $1,799,999 $1,800,000 – $2,999,999 ≥ $3,000,000	Nil $275 + 0.2% of excess over $250,000 $975 + 0.5% of excess over $600,000 $2,975 + 0.8% of excess over $1,000,000 $9,375 + 1.3% of excess over $1,800,000 $24,975 + 2.25% of excess over $3,000,000

[227] In response to the Coronavirus pandemic, businesses and individuals paying land tax on a **quarterly basis** in 2019–20 will be able to **defer** payment of their third and fourth quarter instalments for up to six months. Affected businesses and individuals will be sent their land tax notices of assessment as usual, with information provided on how the deferral will be administered (i.e. there is no requirement to apply for the deferral).

[228] The tax-free threshold will increase to $450,000 from 1 July 2020.

[229] From 1 January 2020, a 2 per cent absentee owner surcharge (previously 1.5 per cent from 1 January 2017, and 0.5 per cent for the 2016 land tax year) on land tax applies to Victorian land owned by an absentee owner. From 1 January 2018, a vacant residential land tax of 1 per cent of the capital improved value of residential property is payable if the property in the inner or middle ring of Melbourne is left vacant for more than six months in a calendar year.

[230] As a result of the Coronavirus pandemic, land owners that have at least one non-residential property and total taxable landholdings below $1 million have the option of deferring their 2020 Victorian land tax payment until **after 31 December 2020**. The State Revenue Office will contact all taxpayers who are eligible for this deferral.

State/ Territory	Threshold	Rate of tax
WA Assessed midnight on 30 June	0 – $300,000	Nil
	$300,001 – $420,000	$300
	$420,001 – $1,000,000	$300 + 0.25% of excess over $420,000
	$1,000,001 – $1,800,000	$1,750 + 0.90% of excess over $1,000,000
	$1,800,001 – $5,000,000	$8,950 + 1.80% of excess over $1,800,000
	$5,000,001 – $11,000,000	$66,550 + 2% of excess over $5,000,000
	> $11,000,000	$186,550 + 2.67% of excess over $11,000,000

2019 land tax year

State/ Territory	Threshold	Rate of tax
ACT **Assessed quarterly:** **1 July, 1 October, 1 January and 1 April** **Land tax for the 2018–19 year is based on a fixed charge of $1,203 + valuation charge**	Residential property	
	0 – $150,000	0.50%
	$150,001 – $275,000	0.60%
	$275,001 – $2,000,000	1.08%
	≥ $2,000,000	1.10%
	Commercial property[231]	0%
NSW Assessed midnight on 31 December **Note** Foreign persons who own residential land in	0 –$691,999	0.0%
	$692,000 – $4,230,999	$100 + 1.6% of excess over $692,000
	≥ $4,231,000	$56,724 plus 2% on excess over $4,231,000
	Special trusts and non concessional companies	
	0 – $4,230,999	1.6%

[231] Commercial properties have not been subject to land tax since 1 July 2012.

State/ Territory	Threshold	Rate of tax
NSW must pay a surcharge of 2.0 per cent[232,233]	≥ $4,231,000	2%
QLD	Individuals	
Assessed midnight on 30 June	0 – $599,999	Nil
	$600,000 – $999,999	$500 + 1.0% of excess over $600,000
	$1,000,000 – $2,999,999	$4,500 + 1.65% of excess over $1,000,000
A surcharge of 1.5% applies to absentee owners[234]	$3,000,000 – $4,999,999	$37,500 + 1.25% of excess over $3,000,000
	$5,000,000 – $9,999,999	$62,500 + 1.75% of excess over $5,000,000
From 30 June 2019, the surcharge is 2%	≥$10,000,000	$150,000 + 2.25% of excess over $10,000,000
	Companies, trustees, absentees	
From 30 June 2019, a surcharge of 2% on taxable land valued at $350,000 or more applies to foreign companies and trustees of foreign trusts	0 – $349,999	Nil
	$350,000 – $2,249,999	$1,450 + 1.7% of excess over $350,000
	$2,250,000 – $4,999,999	$33,750 + 1.5% of excess over $2,250,000
	$5,000,000 – $9,999,999	$75,000 + 2.25% of excess over $5,000,000
	≥$10,000,000	$187,500 + 2.75% of excess over $10,000,000
SA	0 – $369,000	Nil
Assessed midnight on 30 June	$369,001 – $677,000	0.5% of excess over $369,000
	$677,001 – $985,000	$1,540 + 1.65% of excess over $677,000
	$985,001 – $1,231,000[235]	$6,622 + 2.4% of excess over $985,000
	>$1,231,000	$12,526 + 3.7% of excess over $1,231,000
TAS	<$25,000	Nil

232 Section 5A(2) of the *Land Tax Act 1956* (NSW). The *State Revenue and Other Legislation Amendment (Budget Measures) Act 2017* (NSW), which received Royal Assent on 27 June 2017 as Act No. 33 of 2017, enacted an increase of the surcharge to 2 per cent from the 2018 land tax year as part of the measures to give effect to the NSW State Budget 2017. However, the Act has now been repealed by the *State Revenue Legislation Amendment (Surcharge) Act 2017* (NSW), which received Royal Assent on 30 November 2017 as Act No. 67 of 2017. The surcharge will remain at 0.75 per cent beyond the 2017 land tax year. The surcharge applies to all land including principal place of residence.

233 Refunds and exemption from surcharge land tax payable on residential land owned by a foreign person that is an Australian corporation apply where: (a) a new home is constructed and sold without the home having been used or occupied before sale; or (b) the land is subdivided and sold for the purposes of new home construction.

234 If an individual is considered an absentee at 30 June 2017 and for following years, a surcharge will apply to the taxable value of their land, calculated as (Taxable value - $349,999) × 1.5%.

235 From 1 July 2020, there will be a new marginal tax rate of 2.9 per cent which will apply for land valued between the current top threshold of $1,231,000 and $5 million: *Statutes Amendment and Repeal (Budget Measures) Act 2018* which received Royal Assent as Act No. 35 of 2018.

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State/ Territory	Threshold	Rate of tax
Assessed on 1 July	\$25,000 – \$349,999	\$50 + 0.55% excess over \$25,000
	≥\$350,000	\$1,837.50 + 1.5% excess over \$350,000

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State/ Territory	Threshold	Rate of tax
VIC[236] **Assessed at midnight on 31 December** **Note** A special land tax scale applies to trusts with property holdings of more than $24,999 A 1.5 per cent surcharge applies to Victorian land valued at $250,000 or above that is owned by an absentee owner	0 – $249,999 $250,000 – $599,999 $600,000 – $999,999 $1,000,000 – $1,799,999 $1,800,000 – $2,999,999 ≥$3,000,000	Nil $275 + 0.2% of excess over $250,000 $975 + 0.5% of excess over $600,000 $2,975 + 0.8% of excess over $1,000,000 $9,375 + 1.3% of excess over $1,800,000 $24,975 + 2.25% of excess over $3,000,000
WA Assessed midnight on 30 June	0 – $300,000 $300,001 – $420,000 $420,001 – $1,000,000 $1,000,001 – $1,800,000 $1,800,001 – $5,000,000 $5,000,001 – $11,000,000 > $11,000,000	Nil $300 $300 + 0.25% of excess over $420,000 $1,750 + 0.90% of excess over $1,000,000 $8,950 + 1.80% of excess over $1,800,000 $66,550 + 2% of excess over $5,000,000 $186,550 + 2.67% of excess over $11,000,000

2018 land tax year

State/ Territory	Threshold	Rate of tax
ACT Assessed quarterly: 1 July, 1 October, 1 January and 1 April	Residential property 0 – $150,000 $150,001 – $275,000 $275,001 – $2,000,000 ≥ $2,000,000	 0.50% 0.60% 1.08% 1.10%

[236] From 1 January 2017, a 1.5 per cent absentee owner surcharge (previously 0.5 per cent) on land tax applies to Victorian land owned by an absentee owner. From 1 January 2018, a vacant residential land tax of 1 per cent of the capital improved value of residential property is payable if the property in the inner or middle ring of Melbourne is left vacant for more than six months in a calendar year.

State/ Territory	Threshold	Rate of tax
Land tax for the 2017–18 year is based on a fixed charge of \$1,145 + valuation charge	Commercial property[237]	0%
NSW Assessed midnight on 31 December **Note** Foreign persons who own residential land in NSW must pay a surcharge of 2.0 per cent[238,239]	0 –\$628,999 \$629,000 – \$3,845,999 ≥ \$3,846,000 Special trusts and non-concessional companies 0 – \$3,845,999 ≥\$3,846,000	0.0% \$100 + 1.6% excess over \$629,000 \$51,572 plus 2% on excess over \$3,357,000 1.6% 2%
NSW Assessed midnight on 31 December **Note** Foreign persons who own residential land in	0 –\$628,999 \$629,000 – \$3,845,999 ≥\$3,846,000 Special trusts and non-concessional companies 0 – \$3,845,999	0.0% \$100 + 1.6% excess over \$629,000 \$51,572 plus 2% on excess over \$3,357,000 1.6%

[237] Commercial properties have not been subject to land tax since 1 July 2012.

[238] Section 5A(2) of the *Land Tax Act 1956* (NSW). The *State Revenue and Other Legislation Amendment (Budget Measures) Act 2017* (NSW), which received Royal Assent on 27 June 2017 as Act No. 33 of 2017, enacted an increase of the surcharge to 2 per cent from the 2018 land tax year as part of the measures to give effect to the NSW State Budget 2017. However, the Act has now been repealed by the *State Revenue Legislation Amendment (Surcharge) Act 2017* (NSW), which received Royal Assent on 30 November 2017 as Act No. 67 of 2017. The surcharge will remain at 0.75 per cent beyond the 2017 land tax year. The surcharge applies to all land including principal place of residence.

[239] Refunds and exemption from surcharge land tax payable on residential land owned by a foreign person that is an Australian corporation apply where: (a) a new home is constructed and sold without the home having been used or occupied before sale; or (b) the land is subdivided and sold for the purposes of new home construction.

State/ Territory	Threshold	Rate of tax
NSW must pay a surcharge of 2.0 per cent[240,241]	≥$3,846,000	2%
QLD	Individuals	
Assessed midnight on 30 June	0 – $599,999	Nil
	$600,000 – $999,999	$500 + 1.0% of excess over $600,000
	$1,000,000 – $2,999,999	$4,500 + 1.65% of excess over $1,000,000
A surcharge of 1.5% applies to absentee owners[242]	$3,000,000 – $4,999,999	$37,500 + 1.25% of excess over $3,000,000
	≥$5,000,000	$62,500 + 1.75% of excess over $5,000,000
	Companies, trustees, absentees	
	0 – $349,999	Nil
	$350,000 – $2,249,999	$1,450 + 1.7% of excess over $350,000
	$2,250,000 – $4,999,999	$33,750 + 1.5% of excess over $2,250,000
	≥$5,000,000	$75,000 + 2.0% of excess over $5,000,000
SA	0 – $353,000	Nil
Assessed midnight on 30 June	$353,001 – $647,000	0.5% of excess over $353,000
	$647,001 – $941,000	$1,470 + 1.65% of excess over $647,000
	$941,001 – $1,176,000	$6,321 + 2.4% of excess over $941,000
	> $1,176,000	$11,961 + 3.7% of excess over $1,176,000
TAS	< $25,000	Nil
Assessed on 1 July	$25,000 – $349,999	$50 + 0.55% excess over $25,000
	≥$350,000	$1,837.50 + 1.5% excess over $350,000
VIC[243]	0 – $249,999	Nil

[240] Section 5A(2) of the *Land Tax Act 1956* (NSW). The *State Revenue and Other Legislation Amendment (Budget Measures) Act 2017* (NSW), which received Royal Assent on 27 June 2017 as Act No. 33 of 2017, enacted an increase of the surcharge to 2 per cent from the 2018 land tax year as part of the measures to give effect to the NSW State Budget 2017. However, the Act has now been repealed by the *State Revenue Legislation Amendment (Surcharge) Act 2017* (NSW), which received Royal Assent on 30 November 2017 as Act No. 67 of 2017. The surcharge will remain at 0.75 per cent beyond the 2017 land tax year. The surcharge applies to all land including principal place of residence.

[241] Refunds and exemption from surcharge land tax payable on residential land owned by a foreign person that is an Australian corporation apply where: (a) a new home is constructed and sold without the home having been used or occupied before sale; or (b) the land is subdivided and sold for the purposes of new home construction.

[242] If an individual is considered an absentee at 30 June 2017 and for following years, a surcharge will apply to the taxable value of their land, calculated as (Taxable value - $349,999) × 1.5%.

[243] From 1 January 2017, a 1.5 per cent absentee owner surcharge (previously 0.5 per cent) on land tax applies to Victorian land owned by an absentee owner. From 1 January 2018, a vacant residential land tax of 1 per cent of the capital improved value of residential property is payable if the property in the inner or middle ring of Melbourne is left vacant for more than six months in a calendar year.

State/ Territory	Threshold	Rate of tax
Assessed at midnight on 31 December	$250,000 – $599,999	$275 + 0.2% of excess over $250,000
	$600,000 – $999,999	$975 + 0.5% of excess over $600,000
	$1,000,000 – $1,799,999	$2,975 + 0.8% of excess over $1,000,000
Note	$1,800,000 – $2,999,999	$9,375 + 1.3% of excess over $1,800,000
A special land tax scale applies to trusts with property holdings of more than $24,999 A 1.5 per cent surcharge applies to Victorian land valued at $250,000 or above that is owned by an absentee owner	≥$3,000,000	$24,975 + 2.25% of excess over $3,000,000
WA	0 – $300,000	Nil
Assessed midnight on 30 June	$300,001 – $420,000	$300
	$420,001 – $1,000,000	$300 + 0.25% of excess over $420,000
	$1,000,001 – $1,800,000	$1,750 + 0.90% of excess over $1,000,000
	$1,800,001 – $5,000,000	$8,950 + 1.80% of excess over $1,800,000
	$5,000,001 – $11,000,000	$66,550 + 2% of excess over $5,000,000
	> $11,000,000	$186,550 + 2.67% of excess over $11,000,000

2017 land tax year

State/ Territory	Threshold	Rate of tax
ACT	Residential property	
Assessed quarterly:	0 – $150,000	0.50%
1 July, 1 October, 1 January and 1 April	$150,001 – $275,000	0.60%
	$275,001 – $2,000,000	1.08%
Land tax for the 2016–17 year is based on a fixed charge of $1,145 + valuation charge	≥ $2,000,000	1.10%
	Commercial property[244]	0%
NSW	0 –$548,999	0.0%
Assessed midnight on	$549,000 – $3,356,999	$100 + 1.6% excess over $549,000

[244] Commercial properties have not been subject to land tax since 1 July 2012.

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State/ Territory	Threshold	Rate of tax
31 December **Note** Foreign persons who own residential land in NSW must pay a surcharge of 0.75 per cent from the 2017 land tax year[245]	≥ $3,357,000 Special trusts and non-concessional companies	$45,028 plus 2% on excess over $3,357,000
	0 – $3,356,999 ≥$3,357,000	1.6% 2%
QLD Assessed midnight on 30 June	Individuals	
	0 – $599,999	Nil
	$600,000 – $999,999	$500 + 1.0% of excess over $600,000
	$1,000,000 – $2,999,999	$4,500 + 1.65% of excess over $1,000,000
	$3,000,000 – $4,999,999	$37,500 + 1.25% of excess over $3,000,000
	≥ $5,000,000	$62,500 + 1.75% of excess over $5,000,000
	Companies, trustees, absentees	
	0 – $349,999	Nil
	$350,000 – $2,249,999	$1,450 + 1.7% of excess over $350,000
	$2,250,000 – $4,999,999	$33,750 + 1.5% of excess over $2,250,000
	≥$5,000,000	$75,000 + 2.0% of excess over $5,000,000
SA Assessed midnight on 30 June	0 – $353,000	Nil
	$353,001 – $647,000	0.5% of excess over $353,000
	$647,001 – $941,000	$1,470 + 1.65% of excess over $647,000
	$941,001 – $1,176,000	$6,321 + 2.4% of excess over $941,000
	>$1,176,000	$11,961 + 3.7% of excess over $1,176,000
TAS Assessed on 1 July	< $25,000	Nil
	$25,000 – $349,999	$50 + 0.55% excess over $25,000
	≥$350,000	$1,837.50 + 1.5% excess over $350,000
VIC	0 – $249,999	Nil
	$250,000 – $599,999	$275 + 0.2% of excess over $250,000

[245] The *State Revenue Legislation Amendment (Surcharge) Act 2017* (NSW), which received Royal Assent on 30 November 2017 as Act No. 67 of 2017 amends the *Land Tax Act 1956* (Vic) to provide for refunds and exemption from surcharge land tax payable on residential land owned by a foreign person that is an Australian corporation. The provisions apply from the 2017 land tax year where: (a) a new home is constructed and sold without the home having been used or occupied before sale; or (b) the land is subdivided and sold for the purposes of new home construction.

State/ Territory	Threshold	Rate of tax
Note A special land tax scale applies to trusts with property holdings of more than $24,999 A surcharge of 1.5% applies to absentee owners[246] From 1 January 2017, a 1.5 per cent surcharge applies to Victorian land valued at $250,000 or above that is owned by an absentee owner	$600,000 – $999,999 $1,000,000 – $1,799,999	$975 + 0.5% of excess over $600,000 $2,975 + 0.8% of excess over $1,000,000
	$1,800,000 – $2,999,999 ≥$3,000,000	$9,375 + 1.3% of excess over $1,800,000 $24,975 + 2.25% of excess over $3,000,000
WA Assessed midnight on 30 June	0 – $300,000	Nil
	$300,001 – $420,000	$300
	$420,001 – $1,000,000	$300 + 0.25% of excess over $420,000
	$1,000,001 – $1,800,000	$1,750 + 0.90% of excess over $1,000,000
	$1,800,001 – $5,000,000	$8,950 + 1.80% of excess over $1,800,000
	$5,000,001 – $11,000,000	$66,550 + 2% of excess over $5,000,000
	>$11,000,000	$186,550 + 2.67% of excess over $11,000,000

Windfall gains tax

The windfall gains tax (WGT) applies to uplifts in land value resulting from amendments to planning schemes within the meaning of the *Planning and Environment Act 1987* that take effect on or after 1 July 2023. The WGT is payable by the owner of the land when the liable rezoning (WGT event) occurs.

▶ 2022–23

Taxable value uplift[247]	Rate of WGT
Not more than $100,000	Nil

[246] From 1 January 2017, a 1.5 per cent absentee owner surcharge (previously 0.5 per cent) on land tax applies to Victorian land owned by an absentee owner.

[247] The taxable value uplift of land is the value uplift of the land less any deductions prescribed by the regulations.

Taxable value uplift[247]	Rate of WGT
More than $100,000 but less than $500,000	62.5 per cent of that part of the taxable value uplift that exceeds $100,000[248]
$500,000 or more	50 per cent of the taxable value uplift

Websites

Federal websites

Office		Website
ATO	Australian Taxation Office ATO Legal database	**ato.gov.au** **ato.gov.au/law**
Federal Government	Treasury Treasury Portfolio Ministers Parliament House	**treasury.gov.au** **ministers.treasury.gov.au** **aph.gov.au**
ComLaw	Commonwealth Law, incorporating the Federal Register of Legislative Instruments (FRLI).	**comlaw.gov.au**
Case law	Australian Legal Information Institute	**austlii.edu.au**
Superannuation	Australian Prudential & Regulation Authority (APRA) ATO	**apra.gov.au** **ato.gov.au/super**
Centrelink	Centrelink	**servicesaustralia.gov.au/**
ASIC	Australian Securities and Investments Commission	**asic.gov.au**
ASX	Australian Stock Exchange	**asx.com.au**
Social Security Law	Social Security, Family Assistance and Paid Parental Leave	**dss.gov.au/**

248 Because of the tax-free threshold that applies under this rate, the effective tax rate is less than 50 per cent.

State websites

Office		Website
Australian Capital Territory	ACT Government ACT Revenue Office	**act.gov.au** **revenue.act.gov.au**
New South Wales	State Government Revenue NSW	**nsw.gov.au** **revenue.nsw.gov.au**
Northern Territory	Northern Territory Government Northern Territory Revenue	**nt.gov.au** **treasury.nt.gov.au**
Queensland	State Government Office of State Revenue	**qld.gov.au** **treasury.qld.gov.au/budget-and-financial-management/revenue-and-taxation/**
South Australia	State Government Revenue SA	**sa.gov.au** **revenuesa.sa.gov.au**
Tasmania	State Government State Revenue Office	**tas.gov.au** **sro.tas.gov.au/**
Victoria	State Government State Revenue Office	**vic.gov.au** **sro.vic.gov.au**
Western Australia	Government Office of State Revenue	**wa.gov.au** ***finance.wa.gov.au***

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