

Tax Rates and Thresholds

2017-2018 Individual tax thresholds

Taxable income	Tax on this income
\$0 – \$18,200	Nil tax payable
\$18,201 – \$37,000	19c for each \$1 over \$18,200
\$37,001 – \$87,000	\$3,572 plus 32.5c for each \$1 over \$37,000
\$87,001 – \$180,000	\$19,822 plus 37c for each \$1 over \$87,000
\$180,001 & above	\$54,232 plus 45c for each \$1 over \$180,000

Example calculation for Tax on Taxable income of \$92,000:

Taxable income	Tax on this income
\$87,001 – \$180,000	\$19,822 plus 37c for each \$1 over \$87,000

1. Taxable Income less over the threshold amount	$\$92,000 - \$87,000 = \$5,000$
2. Difference between taxable income and threshold amount x cents for each excess dollar	$\$5,000 \times 37\% = \$1,850$
3. Tax on \$87,000 plus tax on excess amount	$\$19,822 + \$1,850 = \$21,672$
4. Tax on taxable income of \$92,000	$= \$21,672.00$

2017-2018 Individual tax rates for non-residents

Taxable income	Tax on this income
\$0 – \$87,000	32.5c for each \$1
\$87,001 – \$180,000	\$28,275 plus 37c for each \$1 over \$87,000
\$180,001 & above	\$62,685 plus 45c for each \$1 over \$180,000

2017-2018 Working holiday makers

Taxable income	Tax on this income
\$0 – \$37,000	15c for each \$1
\$37,001 – \$87,000	\$5,550 plus 32.5c for each \$1 over \$37,000
\$87,001 - \$180,000	\$21,800 plus 37c for each \$1 over \$87,000
\$180,001 and over	\$56,210 plus 45c for each \$1 over \$180,000

2017–18 repayment income thresholds and rates for HELP, SSL, ABSTUDY SSL and TSL

HELP repayment income (RI*)	Rate (of RI)
Below \$55,874	Nil
\$55,874 – \$62,238	4.0%
\$62,239 – \$68,602	4.5%
\$68,603 – \$72,207	5.0%
\$72,208 – \$77,618	5.5%
\$77,619 – \$84,062	6.0%
\$84,063 – \$88,486	6.5%
\$88,487 – \$97,377	7.0%
\$97,378 – \$103,765	7.5%
\$103,766 and above	8.0%

*RI = Taxable income plus any total net investment loss (which includes net rental losses), total reportable fringe benefits amounts, reportable super contributions and exempt foreign employment income.

2018–19 repayment income thresholds and rates for HELP, SSL, ABSTUDY SSL and TSL

HELP repayment income (RI*)	Rate (of RI)
Below \$51,957	Nil
\$51,957 – \$57,729	2.0%
\$57,730 – \$64,306	4.0%
\$64,307 – \$70,881	4.5%
\$70,882 – \$74,607	5.0%
\$74,608 – \$80,197	5.5%
\$80,198 – \$86,855	6.0%
\$86,856 – \$91,425	6.5%
\$91,426 – \$100,613	7.0%
\$100,614 – \$107,213	7.5%
\$107,214 and above	8.0%

*RI = Taxable income plus any total net investment loss (which includes net rental losses), total reportable fringe benefits amounts, reportable super contributions and exempt foreign employment income.

2017-2018 SFSS compulsory repayments

Repayment income (RI)	Rate of (RI)
Below \$54,874	Nil
\$55,874 – \$68,602	2%
\$68,603 – \$97,377	3%
\$97,378 and above	4%

2018-2019 SFSS compulsory repayments

Repayment income (RI)	Rate (of RI)
Below \$51,957	Nil
\$51,957 – \$64,306	2%
\$64,307 – \$91,425	3%
\$91,426 and above	4%

- **Please note - Calculation of HELP, SSL, ABSTUDY SSL, TSL and SFSS is the % x the Repayment Income (RI) and not the debt amount.**

2017-18 Medicare levy for families with dependants

Taxpayer **NOT** Eligible for Seniors and Pensioners Tax Offset (SAPTO)

	Reduced levy shade-in range (10% of excess over nil band)		Normal 2% payable
	Lower	Upper Limit	
Single taxpayer	\$21,980	\$27,475	\$27,476 & above
Families with no children	\$37,090	\$46,361	\$46,362 & above
*Families with:			
One child	\$40,495	\$50,618	\$50,619 & above
Two children	\$43,901	\$54,876	\$54,877 & above
Three children	\$47,307	\$59,133	\$59,134 & above
Four children	\$50,713	\$63,391	\$63,392 & above
Five children	\$54,119	\$67,648	\$67,649 & above
Six children	\$57,525	\$71,906	\$71,907(2) & above

For more than 6 dependant children and/or students:

1. Add \$3,406 per child/student
2. Add \$4,257 per child/student

2017-18 Medicare levy for families with dependants

Taxpayer Eligible for Seniors and Pensioners Tax Offset (SAPTO)

	Reduced levy shade-in range (10% of excess over nil band)		Normal 2% payable
	Lower	Upper Limit	
Single taxpayer)	\$34,758	\$43,447	\$43,448 & above
Families with no children	\$48,386	\$60,481	\$60,482 & above
*Families with:			
One child	\$51,792	64,738	\$64,739 & above
Two children	\$55,198	\$68,996	\$68,997 & above
Three children	\$58,604	\$73,253	\$73,254 & above
Four children	\$62,010	\$77,511	\$77,512 & above
Five children	\$65,416	\$81,768	\$81,769 & above
Six children	\$68822	\$86026	\$86,027 & above

For more than 6 dependant children and/or students:

1. Add \$3,406 per child/student
2. Add \$4,257 per child/student

2017-18 Medicare levy surcharge

Income for MLS purposes		Rate
Single	Family	
\$0 - \$90,000	\$0 - \$180,000	0%
\$90,001 - \$105,000	\$180,001 - \$210,000	1%
\$105,001 - \$140,000	\$210,001 - \$280,000	1.25%
\$140,001 and above	\$280,001 and above	1.5%

Threshold increases by \$1,500 for each additional dependent child after the first.

Includes taxable income, reportable fringe benefits, reportable super contributions, net investment losses, exempt foreign income and any net amount subject to family trust distribution tax.

Motor vehicles

	2016-17	2017-18
Luxury car tax limit	\$64,132	\$65,094
Fuel efficient luxury car tax limit	\$75,526	\$75,526
Car depreciation limit	\$57,581	\$57,581
Maximum input tax credit claim for cars	\$5,234	

2017-18 Cents per kilometre car rates - Claim Type Code "S"

The rate is 66 cents per kilometre regardless of engine size.

You can claim a maximum of 5,000 business kilometres per car, per year.

2017-18 Logbook method - Claim Type code "B"

$$\frac{\text{Business Kms travelled in 12 weeks}}{\text{Total Kms travelled in 12 weeks}} \times 100 = \text{Business \%}$$

***** Make sure you calculate the percentage with 2 decimal places *****

Offsets

2017-18 Low Income Tax Offset

Taxable income	Tax offset
\$0 – \$37,000	\$445
\$37,001 – \$66,666	\$445 - (1.5% of excess over \$37,000)
\$66,667 & above	Nil

Taxable income – LITO reduction threshold (\$37,000) = Threshold excess (A)

Threshold excess (A) x 0.015 = Amount to reduce LITO amount by (B)

Therefore, \$445 – (B) = Taxpayer's LITO amount.

2017-18 Senior Australian and Pensioners Tax Offset (SAPTO)

Family status	Maximum tax offset	Shade-out income threshold	Cut-out income threshold
Single	\$2,230	\$32,279	\$50,119
Married or de facto (each)	\$1,602	\$28,974	\$41,790
Separated due to illness (each)	\$2,040	\$31,279	\$47,599

Note: Offset entitlements reduced by 12.5c for each \$1 of rebate income in excess of the shade-out threshold. No entitlement when rebate income reaches the cut-out threshold.

- 1. Maximum offset**
- 2. Reduction in offset (taxpayer's income- lower SAPTO threshold) x 12.5c in every dollar over the threshold.**
- 3. Maximum offset amount - reduction offset amount.**

SAPTO Codes

A	You were single, separated or widowed
B	You and your spouse: <ul style="list-style-type: none"> • Were both eligible for the SAPTO, and; • Had to live apart due to illness* or lived apart because one of you was in a nursing home
C	Your spouse was not eligible for the SAPTO and you and your spouse lived apart due to illness or because one of you was in a nursing home.
D	You and your spouse lived together and you were both eligible for the SAPTO
E	You and your spouse lived together but your spouse was not eligible for the SAPTO

Private Health Insurance Rebate

Rebate entitlement by income threshold 2017–18

	Base Tier	Tier 1	Tier 2	Tier 3	Code
Single	\$90,000 or less	\$90,000 - \$105,000	\$105,001 - \$140,000	\$140,000 or more	
Family	\$180,000 or less	\$180,001 - \$210,000	\$210,001 - \$280,000	\$280,000 or more	
Age	Rebate for premiums paid, 1 July 2017 - 31 March 2018				
Under 65 years	25.934%	17.289%	8.644%	0%	30
65 - 69 years	30.256%	21.612%	12.966%	0%	35
70 years or over	34.579%	25.934%	17.289%	0%	40
Age	Rebate for premiums paid, 1 April 2018 - 30 June 2018				
Under 65 years	25.415%	16.943%	8.471%	0%	31
65 - 69 years	29.651%	21.180%	12.707%	0%	36
70 years or over	33.887%	25.415%	16.943%	0%	41

2017-18 Private Health Insurance - Claim Type codes

- A** You are a single adult on 30 June 2018
- B** You are a single adult on 30 June 2018 and have a dependent child or children
- C** You have a spouse on 30 June 2018 (including if your spouse died during 2017–18 and you did not have another spouse before 30 June 2018).
- D** You have a spouse on 30 June 2018 and they have agreed that you should claim their share of the rebate in your tax return because they aren't claiming it themselves
- E** You have a spouse on 30 June 2018 and you have agreed that they should claim *your* share of the rebate in their tax return because you aren't going to claim it yourself
- F** You are covered as a dependent child on a private health insurance policy, you are not entitled to receive the rebate

Employment Termination Codes

Code	Description
R	if you received your ETP because of: * early retirement scheme * genuine redundancy * invalidity * compensation
O	if your ETP is not described by R, for example, you received it because of: * golden handshake * gratuity * payment in lieu of notice/unused sick leave/unused rostered days off
S	if you received a code R ETP in 2016-17 and you had received another ETP (code R or code O), or a transitional termination payment, in an earlier income year for the same termination of employment
P	if you received a code O ETP in 2016/17 and you had received another ETP (code R or code O), or a transitional termination payment, in an earlier income year for the same termination of employment
D	if you received a death benefit ETP and you were a death benefits dependant
B	if you received a death benefit ETP in 2016/17 and you were not a death benefits dependant and you had received another death benefit ETP in an earlier income year for the same termination
N	if you received a death benefit ETP and you were not a death benefits dependant, and code B does not apply.

D1 - Motor Vehicle claim type

Cents per kilometre	S
12% of original value	T
One-third of actual expenses	O
Logbook	B

D1 - Work related car expenses - evidence codes

I	Invoice/Receipt
G	Group Certificate/PAYG Summary
D	Diary Evidence
A	Allowance Received
S	Substantiation not required
R	ATO Ruling/guidelines (laundry Rates)
U	Diary Calculation
C	Actual recorded cost
L	Log Book
O	Other Evidence
T	Other Calculation

D2 - Work related Travel expenses - claim type

A	Award Transport
V	Vehicles other than cars and borrowed vehicles
D	Domestic Travel
T	Overseas Travel
O	Other
L	Tolls
P	Parking

D1 - Work related car expenses - evidence codes

I	Invoice/Receipt
G	Group Certificate/PAYG Summary
D	Diary Evidence
A	Allowance Received
S	Substantiation not required
R	ATO Ruling/guidelines (reasonable allowance)
U	Diary Calculation
C	Actual recorded cost
L	Log Book
O	Other Evidence
T	Other Calculation

D3 - Uniform - Claim type codes

L	Laundry
D	Dry Cleaning
P	Protective clothing
C	Compulsory work uniform
N	Non-Compulsory work uniform
S	Occupation specific clothing
O	Other

D3 - Uniform - evidence/calculation codes

I	Invoice/Receipt
G	Group Certificate/PAYG Summary
D	Diary Evidence
A	Allowance Received
S	Substantiation not required
R	ATO Ruling/guidelines (laundry Rates)
U	Diary Calculation
C	Actual recorded cost
L	Log Book
O	Other Evidence
T	Other Calculation

***** Maximum claim for Laundry is up to \$150 for the year (approximately 3 loads per week) or \$12.50 a month *****

D4- Self Education - Claim type codes	
K	The study maintains or improves a skill or specific knowledge required for current work activities
I	The study leads to, or is likely to lead to increased income from current work activities
O	Other circumstances where there is a direct connection between the self-education and current work activities.

D4 - Self Education - evidence/calculation codes	
I	Invoice/Receipt
G	Group Certificate/PAYG Summary
D	Diary Evidence
A	Allowance Received
S	Substantiation not required
R	ATO Ruling/guidelines (laundry Rates)
U	Diary Calculation
C	Actual recorded cost
L	Log Book
O	Other Evidence
T	Other Calculation

- **Please note - Self Education Fees have an ATO ruling that you need to reduce the claim by \$250.00.**

Expenses you can offset against the \$250 reduction:

While you can't claim a deduction for the following expenses, they can be taken into account in determining whether you have to reduce your overall claim.

- **Childcare fees while child is in care for study purposes**
- **computer furniture used for study purposes**
- **fares, travel or car expenses for these journeys**
 - **for work-related self-education, the second leg of a trip if you went from home to your place of education and then to work, or the other way around**
 - **if you receive a taxable bonded scholarship and are not employed by the scholarship provider, travel from home to your normal place of education and back.**

D5- Other work related expenses - Claim type codes

F	FIDS etc
U	Union Fees
M	Award Overtime Meal expenses
S	Seminars
B	Books and Journals
H	Home Office running expenses
J	Home office occupancy expenses
T	Home Telephone
C	Computer expenses including depreciation
I	Tools and Equipment
D	Other Depreciation
O	Other
N	Newspapers
A	Mobile Phone
E	Internet Access
G	Subscriptions
P	Printing, Postage and Stationery

**D5 - Other work related expenses-
evidence/calculation codes**

I	Invoice/Receipt
G	Group Certificate/PAYG Summary
D	Diary Evidence
A	Allowance Received
S	Substantiation not required
R	ATO Ruling/guidelines (laundry Rates)
U	Diary Calculation
C	Actual recorded cost
L	Log Book
O	Other Evidence
T	Other Calculation