



2018-2019 TAX REFERENCE

**INDIVIDUALS
RESIDENT TAX RATES**

Taxable Income	Tax Payable	% Tax on Excess
\$18,200	Nil	19%
\$37,000	\$3,572	32.5%
\$90,000	\$20,797	37%
\$180,000	\$54,097	45%

The above rates do not include Medicare levy of 2%.

NON RESIDENT TAX RATES

Taxable Income	Tax Payable	% Tax on Excess
\$0	Nil	32.5%
\$90,000	\$29,250	37%
\$180,000	\$62,550	45%

Non-residents and certain temporary residents are not required to pay the Medicare levy.

LOW INCOME TAX OFFSET (LITO)

Taxable Income	LITO
\$0 - \$37,000	\$445
\$37,001 - \$66,667	$\$445 - ((TI^* - \$37,000) \times 1.5\%)$
\$66,668 or more	Nil

Minors cannot access the LITO to reduce tax payable on their unearned income.

*Taxable Income

LOW AND MIDDLE INCOME TAX OFFSET (LAMITO)

Taxable Income	LAMITO
\$0 - \$37,000	\$200
\$37,001 - \$48,000	$\$200 + ((TI^* - \$37,000) \times 3\%)$
\$48,001 - \$90,000	\$530
\$90,001 - \$125,333	$\$530 - ((TI - \$90,000) \times 1.5\%)$
\$125,334 or more	Nil

The benefit of the LAMITO is in addition to the existing low income tax offset.

*Taxable Income

PRIVATE HEALTH INSURANCE OFFSET (PHIO)

Tier	Adjusted Taxable Income *		Private Health Insurance Offset ^			Medicare Levy Surcharge
	Singles	Families	Under 65yrs	65-69	70 or over	
Base	\$0 - \$90,000	\$0 - \$180,000	25.415%	29.651%	33.887%	Nil
1	\$90,001- \$105,000	\$180,001 - \$210,000	16.943%	21.180%	25.415%	1%
2	\$105,001 - \$140,000	\$210,001 - \$280,000	8.471%	12.707%	16.943%	1.25%
3	\$140,001 or more	\$280,001 or more	0%	0%	0%	1.5%

*Adjusted Taxable Income = Taxable Income + Reportable Fringe Benefits + Reportable Superannuation Contributions + Total Net Investment Loss + Tax-free Government Pensions or Benefits – Deductible Child Maintenance Expenditures

**These percentages are only for premiums paid up to 31 March 2019, as the Department of Health will provide percentages for premiums paid after 1 April 2019 in April 2019.

HECS/HELP REPAYMENTS

Repayment Income*	Rate
Below \$51,957	Nil
\$51,957 - \$57,729	2%
\$57,730 - \$64,306	4%
\$64,307 - \$70,881	4.5%
\$70,882 - \$74,607	5%
\$74,608 - \$80,197	5.5%
\$80,198 - \$86,855	6%
\$86,856 - \$91,425	6.5%
\$91,426 – \$100,613	7%
\$100,614 - \$107,213	7.5%
\$107,214 and above	8%

* Repayment Income = Taxable Income + Total Net Investment Loss + Total Reportable Fringe Benefits + Reportable Superannuation Contributions + Exempt Foreign Employment Income.

BUSINESSES

COMPANY INCOME TAX RATE

Annual aggregated turnover of \$50 million or more	30%
Annual aggregated turnover of less than \$50 million (*BRE)	27.5% (base rate)

*Base Rate Entity

SMALL BUSINESS INCOME TAX OFFSET

Unincorporated entities* with annual aggregated turnover of less than \$5 million 8% tax discount (capped at \$1,000)

*Unincorporated entities include Partnerships, Trusts and Sole Traders

PRIVATE COMPANY LOANS

Division 7A Benchmark Interest Rate 5.20%

MOTOR VEHICLE

Depreciation cost limit \$57,581

RESEARCH AND DEVELOPMENT TAX INCENTIVE

Under the Research and Development (R&D) tax incentive, entities may be eligible for a R&D tax offset for expenditure on eligible R&D activities and for the decline in value of depreciating assets used for eligible R&D activities.

Refundable* R&D tax offset	43.5%	Non-refundable R&D tax offset	38.5%
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A \$100 million cap on the amount of R&D expenditure that companies can claim as a tax offset at the above rate applies.

*Generally only available to eligible entities with an annual aggregated turnover of less than \$20 million.

SMALL BUSINESS ENTITIES (SBEs) DEPRECIATION ALLOWANCES

Assets installed ready for use after 7.30pm (AEST) on 12 May 2015

Cost of Depreciable Asset	Pool	Depreciation Rate
<\$20,000*	N/A	100%
>\$20,000	General Pool	15% in 1st year 30% in following years

*Instant Asset Write-off

FRINGE BENEFITS TAX (FBT)

FBT Rates for Year Ending 31 March 2019	
FBT Rate	47%
FBT Benchmark Interest Rate	5.20%
FBT Gross-up Rate	Type 1 benefits – 2.0802 Type 2 benefits – 1.8868
Car Parking Threshold (per day)	\$8.83

STATUTORY FRACTIONS FOR CAR FRINGE BENEFITS

A flat statutory rate of 20% applies to all car fringe benefits provided from 1 April 2014 regardless of kilometres/distance travelled (except where the contract was entered into before 10 May 2011, in which case the rate used still depends on the kilometres travelled).

FOREIGN RESIDENT CGT WITHHOLDING

Sale of real property where contract price is less than \$750,000	0% withholding tax
Sale of real property where contract price is \$750,000 or more*	12.5% withholding tax**

*If the vendor is an Australian tax resident it must provide a clearance certificate to the purchaser prior to settlement to avoid any withholding tax on sale. **The withholding tax rate can be varied down to Nil

SUPERANNUATION

SUPERANNUATION CONTRIBUTION CAPS

Concessional Contribution Caps	Non Concessional Contribution Caps
\$25,000	Up to \$100,000 per year Able to contribute up to \$300,000 in 1 year under 3 year bring forward (subject to eligibility)*

From 1 July 2017, the threshold of adjusted annual income, above which the contributions tax rate on concessional contributions made by individuals becomes 30% (instead of 15%) decreased from \$300,000 to \$250,000.

*The non-concessional contributions cap has decreased from \$180,000 to \$100,000 since the 2017-18 year, meaning that some individuals may have a different cap if the bring forward rule was used in 2016-17 or 2017-18.

SUPERANNUATION GUARANTEE

Rate	Maximum Contribution Base
9.5%	\$54,030 per quarter

ACCOUNT BASED PENSIONS

Age of Pensioner	Minimum % Withdrawal
Under 65	4%
65-74	5%
75-79	6%
80-84	7%
85-89	9%
90-94	11%
95 or more	14%

No maximum annual payment applies, except for non-commutable allocated pensions paid under transition to retirement rules, in which case a maximum annual payment of 10% of the account balance applies.

TAX ON SUPERANNUATION LUMP SUMS

Lump Sum Withdrawals (excluding death benefits and departing Australia superannuation payments) **

Age at Date of Payment	Tax-free Component	Taxable Component - Taxed Element*		Taxable Component - Untaxed Element *	
Under preservation age	Tax Free	Total Amount:	22%	Up to \$1.480 million: Excess:	32% 47%
Preservation age to under 60	Tax Free	First \$205,000: Excess:	0% 17%	First \$205,000: Next \$1.480 million Excess:	17% 32% 47%
60 and over	Tax Free	Tax Free		Up to \$1.480 million: Excess:	17% 47%

* The above rates include Medicare levy, where relevant.

** Tax rates shown are maximum rates. Where a person would be subject to a lower rate of tax than the maximum specified, the lower rate applies.

TAX ON INCOME STREAMS

Pensions (excluding death and disability benefits)

Age at Date of Payment	Tax-free Component	Taxable Component	
		Taxed Element	Untaxed Element
Under preservation age	Tax Free	Subject to tax at MTR *	Subject to tax at MTR
Preservation age to under 60	Tax Free	Subject to tax at MTR with 15% tax offset	Subject to tax at MTR
60 and over	Tax Free	Tax Free	Subject to tax at MTR with 10% tax offset

A 15% tax offset is available if a disability super benefit.

* Marginal Tax Rate

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