

SOUTH AUSTRALIA



STATE TAXATION OFFICE

Pay-roll Tax

Circular No. 120
(Replaces Circular No. 10)

**PRESCRIBED TAX RATES, ALLOWANCES
AND DEDUCTIONS**

1. PAY-ROLL TAX RATES

The prescribed rates of tax that have applied since 1 September, 1971 are:-

From 1/9/71 to 31/8/73	3.5%
From 1/9/73 to 31/8/74	4.5%
From 1/9/74 to 30/9/90	5.0%
From 1/10/90 to 30/11/91	6.25%
From 1/12/91 to 30/11/94	6.1%
From 1/12/94.....	6.0%

2. REGISTRATION REQUIREMENT

From July, 1985 the weekly rate of total taxable wages paid or payable at which an employer is liable to register is:-

<i>PERIOD</i>	<i>WEEKLY WAGE RATES</i>
	\$
From July, 1985	4,800
From September, 1986	5,150
From October, 1988	5,700
From April, 1989	6,300
From October, 1989	6,900
From April, 1990	7,600
From October, 1990	7,500
From January, 1992	8,000

3. TRAVELLING AND ACCOMMODATION ALLOWANCE RATES FROM 9 JUNE, 1988

The rates fixed by regulation are:-

<i>EFFECTIVE DATE</i>	<i>MOTOR VEHICLE ALLOWANCE</i>	<i>ACCOMMODATION ALLOWANCE</i>
From 09/06/88	46.3 cents per kilometre	\$101.40 per day
From 01/01/90	56.0 cents per kilometre	\$127.60 per day

4. DEDUCTION RATES

4.1 Maximum deductions from 1 July, 1985 (shown by financial years) are:-

PERIOD	MAXIMUM DEDUCTION BY FINANCIAL YEARS
From 1/7/85	\$250,000 Reducing to NIL by \$1 for each \$4 that the taxable wages exceed \$250,000
From 1/7/86	\$266,666 Reducing to NIL by \$1 for each \$4 that the taxable wages exceed \$266,666
From 1/7/87	\$270,000 Reducing to NIL by \$1 for each \$4 that the taxable wages exceed \$270,000
From 1/7/88	\$300,000 Reducing to NIL by \$1 for each \$4 that the taxable wages exceed \$300,000
From 1/7/89	\$362,500 Reducing to NIL by \$1 for each \$4 that the taxable wages exceed \$362,500
From 1/7/90	\$100,000 Reducing to NIL by \$1 for each \$4 that the taxable wages exceed \$100,000
From 1/10/90	\$307,000 A fixed deduction of \$307,000 applies. Note that where wages for the period 1/7/90 to 30/6/91 do not exceed \$407,000, there is no liability.
From 1/7/91	\$438,000 A fixed deduction of \$438,000 applies
From 1/7/92	\$456,000 A fixed deduction of \$456,000 applies

4.2 Maximum deductions applicable from 1 July, 1985 are:-

From 1/7/85	\$250,000 per annum reducing to NIL by \$1 for each \$4 that the taxable wages exceed \$250,000.
From 1/9/86	\$270,000 per annum reducing to NIL by \$1 for each \$4 that the taxable wages exceed \$270,000.
From 1/10/88	\$300,000 per annum reducing to NIL by \$1 for each \$4 that the taxable wages exceed \$300,000.
From 1/4/89	\$330,000 per annum reducing to NIL by \$1 for each \$4 that the taxable wages exceed \$330,000.
From 1/10/89	\$360,000 per annum reducing to NIL by \$1 for each \$4 that the taxable wages exceed \$360,000.
From 1/4/90	\$400,000 per annum reducing to NIL by \$1 for each \$4 that the taxable wages exceed \$400,000.
From 1/10/90	\$400,000 per annum with a fixed deduction entitlement of \$33,333 per month.
From 1/1/91	\$414,000 per annum with a fixed deduction entitlement of \$34,500 per month.
From 1/7/91	\$432,000 per annum with a fixed deduction entitlement of \$36,000 per month.
From 1/1/92	\$444,000 per annum with a fixed deduction entitlement of \$37,000 per month.
From 1/7/92	\$456,000 per annum with a fixed deduction entitlement of \$38,000 per month.

For further details on any matters mentioned in this Circular relating to the Pay-roll Tax Act, 1971, contact the Pay-roll Tax Branch of the State Taxation Office on (08) 226 3735.

November, 1994

COMMISSIONER OF STAMPS