

Example Calculations for the 2008–09 financial year

1 Non-grouped employer paying wages in NSW Only

	Annual – Full Period Assume your NSW wages are \$700 000 for 1 July 2008 to 30 June 2009 For 01 Jul 08 to 31 Dec 08 NSW wages are \$300 000. For 01 Jan 09 to 30 Jun 09 NSW wages are \$400 000.	
	Jul - Dec	Jan - Jun
Calculation of threshold for period of employment		
<u>No. of days employing x threshold</u> No. of days in period	$\frac{184 \times \$623\,000}{365} = \$314\,060$	$\frac{181 \times \$623\,000}{365} = \$308\,940$
Calculation of employer's tax payable for the period		
Employer's NSW wages for the period	\$300 00	\$400 000
Less threshold for the period	\$314 060	\$308 940
<u>Less threshold fairness</u>	\$0.00*	\$14 060*
Tax on the balance	\$0.00 x 6.0% = \$0.00	\$77 000 x 5.75% = \$4 427.50
* = Threshold Fairness (Unused Proportion)	\$314 060 – \$300 000 = \$14 060	N/A
Tax payable for the financial year	Tax payable Jul - Dec = Tax payable Jan - Jun = Tax payable for financial year =	\$0.00 \$4 427.50 <u>\$4 427.50</u>

2 Non-grouped employer paying wages in NSW and Interstate

1 July 2008 to 30 June 2009.

	Annual – Full Period Assume your NSW wages are \$450 000 and Interstate wages are \$200 000 for 1 July 2008 to 30 June 2009. For 01 Jul 08 to 31 Dec 08 NSW wages are \$300 000 and Interstate wages are \$100 000. For 01 Jan 09 to 30 Jun 09 NSW wages are \$150 000 and Interstate wages are \$100 000.	
	Jul - Dec	Jan - Jun
Calculation of threshold for period of employment		
<u>No. of days employing x threshold</u> No. of days in period	$\frac{184 \times \$623\,000}{365} = \$314\,060$	$\frac{181 \times \$623\,000}{365} = \$308\,940$
Calculation of employer's threshold entitlement for the period		
<u>NSW wages x threshold</u> Employer's Total Australian wages	$\frac{\$300\,000 \times \$314\,060}{\$400\,000} = \$235\,545$	$\frac{\$150\,000 \times \$308\,940}{\$250\,000} = \$185\,364$
Calculation of employer's tax payable for the period		
Employer's NSW wages for the period	\$300 000	\$150 000
Less threshold for the period	\$235 545	\$185 364
<u>Less threshold fairness</u>	<u>\$35 364*</u>	<u>\$0.00*</u>
Tax on the balance	\$29 091 x 6.0% = \$1 745.46	\$150 000 x 5.75% = \$0.00
* = Threshold Fairness (Unused Proportion)	N/A	\$185 364 – \$150 000 = \$35 364
Tax payable for the financial year	Tax payable Jul - Dec = Tax payable Jan - Jun = Tax payable for financial year =	\$1 745.46 \$0.00 <u>\$1 745.46</u>