

## **Payroll – New Tax Tables – July 2008**

The Australian Tax Office has released the new Tax rates to apply as from 1 July 2008.

We have prepared the attached tables containing the new Annual Earnings breakpoints and the new base amounts which will need to be changed in your Tax tables prior to using them for the new Payroll year commencing on 1 July 2008.

You will need to do the following steps in the following order:

1. Complete your payroll functions for the year ending 30 June 2008.
2. Create a history company specifically for Payroll so that you continue to have access to the detailed transactions for each employee for the 2007/2008 payroll year.
3. In your current company, perform the Year End Process under Setup in Payroll. This will clear out the detailed transactions for each employee and reset the system to start again for the year commencing 1 July 2008.
4. Update the Tax Tables using the Table function under Setup in Payroll. Take care to ensure you amend the appropriate Tax Codes as per the descriptions. i.e. F2 at your office may be Tax Free threshold no Leave Loading, whereas below Table 2 = Tax Free threshold + Leave Loading.

You can then proceed with your payroll as usual.

If you require any assistance, please contact us.

Best Wishes

Classic Support  
6 June 2008

## New Tax Tables to apply from 1 July 2008

<b>No tax free threshold</b>		
Annual Earnings	Base Amt	%
Less Than		
13688	-0.09	16.50
17757	-13.00	18.50
44182	-2630.28	33.50
64529	-1761.31	31.50
166158	-8106.16	41.50
Over	-16278.59	46.50

<b>With tax free threshold + Leave Loading</b>		
Annual Earnings	Base Amt	%
Less Than		
9830	0.00	0.00
17387	-1462.20	15.14
20453	-3187.89	25.24
30177	-1461.45	16.66
34000	-2060.40	18.68
60618	-7045.58	33.50
80000	-5853.01	31.50
180000	-13815.86	41.50
Over	-22797.29	46.50

<b>Non-Residents</b>		
Annual Earnings	Base Amt	%
Less Than		
34000	-0.15	29.00
80000	-324.56	30.00
180000	-8319.41	40.00
Over	-17316.83	45.00

<b>No Tax File Number - Resident</b>		
Annual Earnings	Base Amt	%
Less Than \$1	0.00	0.00
\$1 and Over	-0.24	46.50

<b>General &amp; Full Medicare Exempt</b>		
Annual Earnings	Base Amt	%
Less Than		
9830	0.00	0.00
30177	-1462.20	15.14
34000	-2061.17	17.16
60618	-7051.13	32.00
80000	-5858.55	30.00
180000	-13821.41	40.00
Over	-22802.83	45.00

## New Tax Tables to apply from 1 July 2008 (Continued)

<b>General Exempt &amp; HALF Medicare</b>		
Annual Earnings	Base Amt	%
Less Than		
6000	0.00	0.00
29384	-1462.20	15.14
30177	-2920.96	20.19
34000	-3519.91	22.21
34563	-8493.90	37.00
60618	-7048.35	32.75
80000	-5855.78	30.75
180000	-13818.63	40.75
Over	-22800.05	45.75

<b>Tax free threshold no Leave Loading</b>		
Annual Earnings	Base Amt	%
Less Than		
9936	0.00	0.00
17546	-1462.28	15.00
20664	-3188.01	25.00
30441	-1461.53	16.50
34510	-2060.50	18.50
60935	-7152.78	33.50
80000	-5953.81	31.50
180000	-13948.66	41.50
Over	-22946.08	46.50

<b>No Tax File # - Non Residents</b>		
Annual Earnings	Base Amt	%
Less Than \$1		
\$1 and Over	-0.23	45.00