

June 23

Tax Rates & Thresholds

For 2023 / 2024 Financial Year

Tax Rates & Rebates - Australian Residents

Marginal Tax Rates - 2023/24 FY :

Income Range	Tax Rates
Up to \$18,200	0%
\$18,201 - \$45,000	\$0 + 19% over \$18,200
\$45,001 - \$120,000	\$5,092 + 32.5% over \$45,000
\$120,001 - \$180,000	\$29,467 + 37% over \$120,000
\$180,001	\$51,667 + 45% over \$180,000

The Medicare Levy rate is 2%.

Medicare Levy Thresholds

Nil levy payable if income is less than \$24,276 (single) & \$40,939 (couple).

Taxable income shade-in rate thresholds	Minimum	Phase-in Limit
Single taxpayer	\$24,276	\$30,3457
Couple (Family) taxpayer - from	\$40,939	\$51,174##
Single Senior Australians (eligible for SAPTO)	\$38,365	\$47,957
Couple Senior Australians (eligible for SAPTO)	\$53,406	\$66,758##
Each dependent child	\$3,760	\$4,700
Shade in rate		10.0%

depends on number of dependants

Rebates

Tax Offset	Maximum Offset	Shade Out Taxable Income	Rate of Reduction
Low Income Tax Offset	\$700	\$37,500 - \$45,000	\$0.05 per \$1.00
	\$325	\$45,001 - \$66,667	\$0.015 per \$1.00
Senior & Pensioner Tax Offset (SAPTO)*			
Single	\$2,230	\$32,279 - \$50,119 ea	\$0.125 per \$1.00
Couple (each)**	\$1,602	\$28,974 - \$41,790 ea	\$0.125 per \$1.00
Couple separated due to illness **	\$2,040	\$31,279 - \$47,599 ea	\$0.125 per \$1.00

* From 1 July 2012 the Senior Australians Tax Offset (SATO) and the Pensioners Tax Offset (PTO) combined to form one single tax offset - the Senior & Pensioner Tax Offset (SAPTO).

** If you have a spouse, married or de facto, the SAPTO eligibility test is based on the combined income of you and your spouse. If your combined taxable income equals or exceeds your eligible combined taxable income threshold then neither you nor your partner is eligible for SAPTO. If your combined taxable income is less than your eligible combined taxable income threshold your SAPTO entitlement depends upon a) your own taxable income, and b) your eligibility for a transfer of any unused portion of your spouse's senior Australian or pensioner tax offset.

Private Health Insurance Rebate Percentages and Income Thresholds

(applies from 1 April 2023 – 31 March 2024* when the rebate percentages will be index-adjusted**).

Income Levels*		Rebate < 65 yrs	Rebate 65 - 70 yrs	Rebate 70+ yrs	Medicare Levy Surcharge Rate
Single	Couple/Families#				
\$0 - \$90,000	\$0 - \$180,000	24.608%	28.710%	32.812%	0%
\$90,001 - \$105,000	\$180,001 - \$210,000	16.405%	20.507%	24.608%	1%
\$105,001 - \$140,000	\$210,001 - \$280,000	8.202%	12.303%	16.405%	1.25%
\$140,001 +	\$280,001 +	0%	0%	0%	1.50%

* Indexation of income thresholds will be frozen until 1 July 2023

** The rebate percentages are adjusted annually each 1 April.

If there is more than one dependent child, these thresholds are increased by \$1500 for each child after the first. The age criterion is taken as the age of the oldest person on the policy.

Small Business Instant Asset Write-off

Asset first used or installed ready for use between:	Small business (turnover less than \$10m)
29 Jan 2019 to 2 April 2019	< \$25,000
2 April 2019 to 11 March 2020	< \$30,000
12 March 2020 to 6 October 2020	<\$150,000
6 October 2020 – 30 June 2023	No limit
From 1 July 2023 (Federal Budget announcement)	\$20,000*

*for businesses with turnover of up to \$10 million

Company Tax Rates

Financial Year/s	Aggregated turnover threshold	Tax rate for base rate entities* under the threshold	Tax rate for all other companies
2017-18	\$25m	27.5%	30.0%
2018-19, 2019-20	\$50m	27.5%	30.0%
2020-21	\$50m	26.0%	30.0%
2021-22 & future years	\$50m	25.0%	30.0%

* A base rate entity is a company that both meets aggregated turnover threshold for each applicable year AND has 80% or less of their assessable income is base rate entity passive income – this replaces the requirement to be carrying on a business.

Family Tax Benefit Part A

Family Tax Benefit Part A is payable to parents or guardians with one or more dependent children under the age of 19 and income of less than \$111,398. FTB Part A payments are not affected by the income test if the family's adjusted taxable income is less than \$62,634 for the financial year.

The Part A Supplement is no longer payable to families with income over \$80,000.

The annual rates of Family Tax Benefit Part A are as follows:

Age of Child	Base Rate	Maximum Rate
Under 13 years	\$1,779.96	\$5,547.36
13 - 19 years, secondary school student, each	\$1,779.96	\$7,214.48
0 - 19 years in an approved care organisation		\$1,779.96

* The above rates exclude the FTB Annual supplement of up to \$879.65 per child. To qualify for the supplement, the child or children need to be fully immunised, be on a recognised immunisation catch up schedule or have an approved exemption. Rates include the Clean Energy Supplement payable.

From 1 July 2018 parents need to ensure each child they are receiving FTB for meets the immunisation requirements, otherwise FTB Part A payments may be reduced by up to \$33.04 per fortnight, per child.

Family Tax Benefit Part B

FTB Part B is only payable if you are a partnered parent or partnered carer family, and your youngest child is under age 13. Single parents or grandparents may still be eligible to receive FTB Part B up until the end of the calendar year the youngest child turns 18. If that child is between 16 and 18, they must be in secondary school.

The primary earner's adjusted taxable income must have an income of no more than \$112,578 (this limit also applies to single parent families). The secondary earner can earn up to \$6,497 pa before it affects the rate of payment.

If you are the secondary earner and the primary earner earns \$112,578 or less, you can still get some FTB Part B. This is if your income is below either:

- \$32,303 a year, if your youngest child is younger than 5 years of age
- \$25,149 a year, if your youngest child is 5 to 13 years of age.

The maximum rate of Family Tax Benefit Part B is as follows:

Age of Youngest Child	Per Fortnight	PA without Supplement *
Under 5 years	\$181.44	\$4,717.44
5 – 13 years (or 5 - 18 years if single parent or grandparent carers)	\$126.56	\$3,290.56

* Family Tax Benefit Part B annual payment excludes a supplement of up to \$430.70. The supplement is only available after the end of the financial year when payments are balanced. This will happen after both partners have lodged tax returns with the Tax Office. If either partner is not required to lodge a tax return the Family Assistance Office should be advised. The rates exclude the Clean Energy Supplement payable.

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