



## TAX RATES

**Personal Income Tax Rates** for 2007-08, as well as 2008-09, are shown in the table on page 4 of this newsletter. The Low Income tax offset for the 2008-09 income year will increase from \$750 to \$1,200. Therefore, taxpayers will be entitled to the Low Income tax offset if their taxable income is less than \$60,000.

**The Company Tax Rate** for 2007-08 remains unchanged at 30%.

**The Maximum Kilometre** claim in 2007-08 is 5,000 km per vehicle and the rates are shown on page 4. Note that the rates have not increased on the 2007 rates. The Tax Office has been queried on this given the sharp rise in petrol prices in the last twelve months.

## INDIVIDUAL INCOME TAX RATES

2007-08 Tax Rates			2008-09 Tax Rates		
(1) Taxable Income \$	(2) Tax on column (1) \$	(3) % on excess (marginal rate)	(4) Taxable Income \$	(5) Tax on column (4) \$	(6) % on excess (marginal rate)
1 - 6,000	Nil	Nil	1-6,000	Nil	Nil
6,001 – 30,000	Nil	15% of excess over \$6,000	6,001- 34,000	Nil	15% of excess over \$6,000
30,001 –75,000	3,600	30% of excess over \$30,000	34,001- 80,000	4,200	30% of excess over \$34,000
75,001 – 150,000	17,100	40% of excess over \$75,000	80,001- 180,000	18,000	40% of excess over \$80,000
150,001 +	47,100	45% of excess over \$150,000	180,001 +	58,000	45% of excess over \$180,000

Please note that these rates do not include the Medicare Levy of 1.5

We have provided general information for guidance only in this newsletter. For business and personal taxation planning, or other professional advice having regard to your circumstances, please come and see either Charles or Matthew.