



DEPENDANTS AND HOUSEKEEPERS TAX OFFSETS

The personal tax offsets and rebates for 2010-2011 income year are set out in the table below:

Tax Offset	Income Test	Maximum Adjusted Taxable Income - ATI (offset cuts out if above)	2010/11 Maximum Rebate
Dependent Spouse (no dependent child/student)	1. Spouse ATI < \$9,426 2. Taxpayers ATI < \$150,000	\$9,426	\$2,286
Child-housekeeper (no dependent child/student)	Combined/Family ATI < \$150,000	\$9,210	\$1,863
Child-housekeeper (with dependent child/student)	Combined/Family ATI < \$150,000	\$7,734	\$2,232
Housekeeper (no dependent child/student)	Combined/Family ATI < \$150,000	N/A	\$1,863
Housekeeper (with dependent child/student)	Combined/Family ATI < \$150,000	N/A	\$2,232
Invalid Relative	Combined/Family ATI < \$150,000	\$3,638	839*
Parent/Parent-in-law (both taxpayer and spouse)	Combined/Family ATI < \$150,000	\$6,986	\$1,676*
Sole Parent (notional only)	Combined/Family ATI < \$150,000	N/A	\$1,607
* Each rebate reduces by \$1 for every \$4 by which ATI of dependant exceeds \$282.			

Please note, from 1 July 2011, the government will phase out the tax offset for dependent spouses less than 40 years old (born on or after 1 July 1971).

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.