



### Flood Levy & Individual Tax Rates

The Federal Government announced 2011-2012 Federal Budget on 10<sup>th</sup> May 2011 and imposed flood reconstruction levy on resident and non-resident individuals for the 2012 Financial Year.

Since 1 July 2011, the individual taxpayer has a taxable income between \$50,001 and \$100,000 is subject to an additional 0.5% tax; the 1% tax plus \$250 applies to the taxpayer who has a taxable income over \$100,001.

The levy cannot be reduced by non-refundable tax offsets. That is, the taxpayer's income tax liability for the 2011-12 financial year is calculated as the taxpayer's basic income tax liability on taxable income less their tax offsets, to which the levy liability is then added.

### INDIVIDUAL INCOME TAX RATES – 2011/12

2011-12 TAX RATES NOT LIABLE TO FLOOD LEVY		2011-12 TAX RATES LIABLE TO FLOOD LEVY	
Taxable Income \$	% on excess (marginal rate)	Taxable Income \$	% on excess (marginal rate)
0-6,000	Nil	0-6,000	Nil
6,001-37,000	15%	6,001-37,000	15%
37,001-80,000	30%	37,001-50,000	30%
80,001-180,000	37%	50,001-80,000	30.5%
180,001 +	45%	80,001-100,000	37.5%
		100,001-180,000	38%
		180,001 +	46%

Please note that these rates do not include the Medicare Levy

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.