

Australian Capital Territory

Taxation Administration (Amounts payable – Payroll Tax) Determination 2002 (No 1)

Disallowable instrument DI2002—94

made under the

Taxation Administration Act 1999, s 139 (Determination of amounts payable under tax laws)

EXPLANATORY STATEMENT

The *Taxation Administration Act 1999* deals with the administration of tax laws relating to the imposition of certain taxes, duties and fees. These tax laws are specified in section 4 of the Act. Section 139 empowers the Minister to determine the amount payable under any of those tax laws. One of the specified tax laws is the *Payroll Tax Act 1987*.

This instrument revokes on and from 1 July 2002, Determination No 190 of 2000 notified in ACT Gazette No 25 of 22 June 2000 and replaces it with a further determination.

The new Determination sets the annual wages threshold above which an employer is required to pay payroll tax at \$1,250,000 for 2002-2003 and future financial years. It also determines the monthly amount above which an employer must lodge a return at \$104,166.67.

Payroll tax, is collected monthly by instalments, but is an annual tax based on wages during the whole or part of a financial year. The rate for payroll tax for total wages above the threshold of \$1,250,000 per annum, or a monthly threshold of \$104,166.67, remains unchanged at 6.85%.

Authorised by the Treasurer, Ted Quinlan MLA