



# Key facts you cant go without...

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## Goods and Services Tax (GST)

From 1 October 2010 the GST rate has increase is now currently 15%.

To find the GST content:

Divide by 7.66  $10 / 7.66 = 1.30$

Use the fraction  $3 / 23$   $10 \times 3 / 23 = 1.30$

## Provisional Tax Calculations

Non-Individuals	30% tax rates customers	Other customers
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2009 Income Year—Instalmensts due on or after 1 April 2009

2008 RIT x	90%	100%
2007 RIT x	95%	105%

2010 Income Year

2009 RIT	100%	100%
2008 RIT	95%	105%

Individuals & unincorporated societies	Provisional Tax uplift percentage
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2009 Income Year—Instalments due on or after 1 April 2009

(2008 RIT—730) x	105%
(2007 RIT—730) x	110%

2010 Income Year

(2009 RIT—730) x	100%
(2008 RIT—730) x	105%

## Income Tax Rates—Individuals

Thresholds	Old Rates	From 1 Oct	From 1 April 11
0 - \$14,000	12.5%	10.5%	
\$14,001 - \$48,000	21%	17.5%	
\$48,001 - \$70,000	33%	30%	
\$70,001 +	38%	33%	
Company	30%	30%	28%

## Student Loans

Threshold repayments \$19,084

Interest will be charged at 6.6% if you are overseas for more than 183 consecutive days.

Receive a 10% student loan voluntary repayment bonus for voluntary repayments that total \$500 or more in a tax year. This is on top of what you need to repay for a tax year.

Please see our information sheet located under resources for more information.

## Secondary Employment Tax Rates

For any income you receive from a second job your tax rate and code is below:

0 - \$14,000	SB	10.5%
\$14,001 - \$48,000	S	17.5%
\$48,001 - \$70,000	SH	30%
\$70,000 +	ST	33%

## Extra Employments Rates

Add lump sum payments to regular income tax as per Income Tax thresholds. ACC earners premium of 2.04% is not included in below percentages.

0 - \$14,000	10.5%
\$14,001 - \$48,000	17.5%
\$48,001 - \$70,000	30%
\$70,001 +	33%

## Independent Earner Tax Credit

You are eligible for the IETC if you earn between \$24,000 - \$48,000. The tax codes are ME or MESL if you have a student loan.

## KiwiSaver

Employees can contribute 2%, 4% or 8% of their gross pay. Employers contribute a compulsory 2%

To join KiwiSaver, you will be automatically enrolled when you start a new job, or choose to join.

If you are automatically enrolled, you can choose to opt out. But if you choose to join, you can't opt out.

## Earner Premium

Year ended 31 March 2010

\$1.70 per every \$100 to \$106,473

Maximum Annual Earnings Liable for EP \$106,473

Maximum Premium Payable \$1,810.05

## Minimum Wage Rate

A new entrant is a worker who is 16 - 17yrs, who does not have previous employment of 3 months or 200 hours (whichever is shorter) and does not have a supervisory role.

\$10.20per hr or 80% of the Adult Minimum Wage

All other workers - \$12.75 per hour all ages

Apprentice wage - \$10.20 per hour all ages

## Interest earned on:

Income Equalisation Account Deposits:	3%
Adverse Event Income Equalisation Deposits:	6.5%

## School Children and Children

The earnings per week not liable for PAYE is \$45.

This will equate to an annual net income, excluding interest and dividend income of \$2,340.

## Income Levels for Family Tax Credit

Children	FS Paid if Annual Income is below:
1	\$59,262
2	\$74,857
3	\$90,452
4	\$106,047
5	\$121,642
6	\$137,237

## In-Work Tax Credit

From 1/10/09 CTC Paid if Annual

Children	Income is below:
1	\$74,862
2	\$90,457
3	\$106,052
4	\$125,547
5	\$145,042
6	\$164,537

- single parent family worked for wages 20hrs/wk
- two parent family worked 30hrs/wk

## Minimum Family Tax Credit

Paid to families with gross annual income under \$24,493, which will be decreasing to \$20,800 at 01/04/2010

- single parent family worked for wages 20hrs/week
- two parent family worked for wages 30hrs/week

## Parental Tax Credit (New Borns only)

Children	Maximum	PTC Paid if Annual Income is below
1	\$1,200/birth	\$113,969
2	\$1,200/birth	\$129,564
3	\$1,200/birth	\$145,159
4	\$1,200/birth	\$164,654
5	\$1,200/birth	\$184,149
6	\$1,200/birth	\$203,644

You can get up to \$150 a week for the first 8weeks or 56 days after

## FBT

This is the FBT current interest rate, which is used to determine the fringe benefit value of low-interest loans provided to employees: 8.05%

Apr—Jun 09	8.05%
Jul—Sep 09	6.41%
Oct onwards	6.00%

## Government/NZICA mileage rates

2009/2010 tax year

70cents per km up to a maximum of 5,000 km p.a

## Community Services Card

	Income Threshold
Single - Living with others	\$23,576
Single - Living alone	\$24,995
Couple	\$37,336
2 person family (1 Adult/1 Child)	\$45,078
3 person family	\$54,589
4 person family	\$62,154
5 person family	\$69,563
6 person family	\$77,843

For families more than 6, the limit goes up another \$7,295 for each

## Cost of meals provided to Shearers

Morning/Afternoon Tea pp.	\$4.23
Dinner pp.	\$8.60

## Resident Withholding Tax Rates

If more than \$5,000 interest is being paid, then you must deduct RWT. The rates will depend on the receivers level of income.

	From 1 Oct	From 01/04/11
Income to \$14,000	10.5%	
\$14,001 to \$48,000	17.5%	
Companies		33%
\$48,001 to \$70,000	30%	
\$70,001 and over	33%	

## Value of Gift Duty

\$1- \$27,000	Nil
\$27,001 - \$36,000	5% on excess over \$27,000
\$36,001 - \$54,000	\$450 + 10% of excess over \$36,000
\$54,001 - \$72,000	\$2,250 + 20% of excess over \$54,000
Over \$72,000	\$5,480 + 25% of excess over \$72,000

## Use of Money Interest Rates

	Receiving	Paying
From 28 June 2010	1.82%	8.91%