

## *Effect of the increase in allowances and the revision of the marginal tax bands and rates*

### *Single person*

Annual income	Present tax payable (Exemption level: \$90,000)		Proposed tax payable (Exemption level: \$100,000)		Tax Saving		Remarks
	Amount (A)	Effective rate	Amount (B)	Effective rate	(A) - (B)	(A) - (B)	
(\$)	(\$)	(%)	(\$)	(%)	(\$)	(%)	
96,000	120	0.1	-	-	120	100.0	All taxpayers earning less than \$616,000 will benefit from the concessions.  Taxpayers with incomes not exceeding \$100,000 will <b>not</b> be required to pay tax as a result of the increase in the basic allowance.
108,000	360	0.3	160	0.1	200	55.6	
120,000	1,300	1.1	400	0.3	900	69.2	
132,000	2,380	1.8	760	0.6	1,620	68.1	
144,000	3,780	2.6	1,720	1.2	2,060	54.5	
156,000	5,820	3.7	2,680	1.7	3,140	54.0	
168,000	7,860	4.7	4,120	2.5	3,740	47.6	
180,000	10,200	5.7	5,800	3.2	4,400	43.1	
192,000	12,600	6.6	7,600	4.0	5,000	39.7	
(1) 204,000	15,000	7.4	10,000	4.9	5,000	33.3	
216,000	17,400	8.1	12,400	5.7	5,000	28.7	
228,000	19,800	8.7	14,800	6.5	5,000	25.3	
240,000	22,200	9.3	17,200	7.2	5,000	22.5	
264,000	27,000	10.2	22,000	8.3	5,000	18.5	
288,000	31,800	11.0	26,800	9.3	5,000	15.7	
(2) 312,000	36,600	11.7	31,600	10.1	5,000	13.7	
336,000	41,400	12.3	36,400	10.8	5,000	12.1	
360,000	46,200	12.8	41,200	11.4	5,000	10.8	
384,000	51,000	13.3	46,000	12.0	5,000	9.8	
408,000	55,800	13.7	50,800	12.5	5,000	9.0	
432,000	60,600	14.0	55,600	12.9	5,000	8.3	
456,000	65,400	14.3	60,400	13.2	5,000	7.6	
480,000	70,200	14.6	65,200	13.6	5,000	7.1	
504,000	75,000	14.9	70,000	13.9	5,000	6.7	
(3) 516,000	77,400	15.0	72,400	14.0	5,000	6.5	
528,000	79,200	15.0	74,800	14.2	4,400	5.6	
(4) 616,000	92,400	15.0	92,400	15.0	-	-	
624,000	93,600	15.0	93,600	15.0	-	-	Taxpayers earning \$616,000 or more will pay tax at the standard rate.

(1) Median income household

(2) Sandwich class household

(3) Income level at which salaries taxpayers enter the standard rate zone at present.

(4) Income level at which salaries taxpayers enter the standard rate zone after the 1997-98 Budget.