

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

Married couple, with no children

Annual income	Present tax payable (Exemption level: \$180,000)		Proposed tax payable (Exemption level: \$200,000)		Tax Saving		Remarks
	Amount (A)	Effective rate	Amount (B)	Effective rate	(A) - (B)	(A) - (B)	
(\$)	(\$)	(%)	(\$)	(%)	(\$)	(%)	
192,000	240	0.1	-	-	240	100.0	All taxpayers earning less than \$1,016,000 will benefit from the concessions. Taxpayers with incomes not exceeding \$200,000 will not be required to pay tax as a result of the increase in the married person's allowance.
(1) 204,000	760	0.4	80	<0.1	680	89.5	
216,000	1,840	0.9	320	0.1	1,520	82.6	
228,000	2,920	1.3	560	0.2	2,360	80.8	
240,000	4,800	2.0	1,400	0.6	3,400	70.8	
264,000	9,000	3.4	3,560	1.3	5,440	60.4	
288,000	13,800	4.8	6,920	2.4	6,880	49.9	
(2) 312,000	18,600	6.0	11,600	3.7	7,000	37.6	
336,000	23,400	7.0	16,400	4.9	7,000	29.9	
360,000	28,200	7.8	21,200	5.9	7,000	24.8	
384,000	33,000	8.6	26,000	6.8	7,000	21.2	
408,000	37,800	9.3	30,800	7.5	7,000	18.5	
432,000	42,600	9.9	35,600	8.2	7,000	16.4	
456,000	47,400	10.4	40,400	8.9	7,000	14.8	
480,000	52,200	10.9	45,200	9.4	7,000	13.4	
504,000	57,000	11.3	50,000	9.9	7,000	12.3	
528,000	61,800	11.7	54,800	10.4	7,000	11.3	
552,000	66,600	12.1	59,600	10.8	7,000	10.5	
576,000	71,400	12.4	64,400	11.2	7,000	9.8	
600,000	76,200	12.7	69,200	11.5	7,000	9.2	
648,000	85,800	13.2	78,800	12.2	7,000	8.2	
696,000	95,400	13.7	88,400	12.7	7,000	7.3	
744,000	105,000	14.1	98,000	13.2	7,000	6.7	
792,000	114,600	14.5	107,600	13.6	7,000	6.1	
840,000	124,200	14.8	117,200	14.0	7,000	5.6	
(3) 876,000	131,400	15.0	124,400	14.2	7,000	5.3	
936,000	140,400	15.0	136,400	14.6	4,000	2.8	
(4) 1,016,000	152,400	15.0	152,400	15.0	-	-	
1,032,000	154,800	15.0	154,800	15.0	-	-	Taxpayers earning \$1,016,000 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.