



Pay as you go (PAYG) withholding Special daily rates tax table

Incorporating Medicare levy, including Statement of formulas

For payments made on
or after 1 JULY 2004

This document is a withholding schedule made by the Commissioner of Taxation in accordance with sections 15-25 and 15-30 of Schedule 1 to the *Taxation Administration Act 1953*. It applies to withholding payments covered by Subdivisions 12-B (except sections 12-50 and 12-55) and 12-D of Schedule 1.

Who should use this table?

Use this table if you make payments to a payee on a daily basis and the payee works for multiple payers in a week.

In other cases the *PAYG withholding Weekly, Fortnightly or Monthly tax tables* should be used.

Tax file number declarations

The amount to be withheld from payments you make to your payees is primarily determined by the answers given by the payee on a *Tax file number declaration*. A *Tax file number declaration* applies to payments made after the declaration is provided to the payer. A later declaration provided by a payee overrides an earlier declaration.

If a payee does not give you a valid *Tax file number declaration* within 14 days of commencing a payer/payee relationship, you must fill in a *Tax file number declaration* with all available details of the payee and send it to the Tax Office.

If you have *Employment declarations* that were valid as at 30 June 2000 they will continue to be valid under PAYG.

No tax file number (TFN) provided

If you make a payment to a payee and the payee **has not**:

- > quoted their TFN
- > claimed an exemption from quoting, or
- > advised that they have applied for a TFN or have made an enquiry with the Tax Office you must withhold an amount equal to 48.5% of the payment, ignoring any cents.

If a payee states at question 1 of the *Tax file number declaration* that they have lodged a *TFN application or enquiry* with the Tax Office, the payee has 28 days to give you their TFN. At the end of this time, if the payee has not given you their TFN, unless the Tax Office tells you not to, you must withhold 48.5% from the total amount of all payments made to the payee.

Foreign resident payees

Foreign resident tax rates apply where a payee has answered 'NO' to the question 'Are you an Australian resident for tax purposes?' on their *Tax file number declaration*.

For foreign resident payees (for example, overseas visitors on working holidays) an amount should be withheld at a rate of 29 per cent where a tax file number is provided, and at a rate of 47 per cent for those who have not provided a tax file number.

Foreign resident payees cannot claim family tax benefits (FTB) or any tax offset. If a foreign resident payee has claimed FTB or any tax offsets on the *Tax file number declaration*, do not make any adjustment to the daily amount to be withheld.

Family tax benefit (FTB) and tax offsets

Payees who choose to claim their entitlement to FTB or a tax offset (dependent spouse, zone or special) as a reduced rate of withholding must provide you with a *Withholding declaration*.

If a payee claims FTB or a tax offset, reduce the amount to be withheld from their earnings by the daily value of the FTB or tax offset. The daily value is 0.38 per cent of the amount claimed, rounded to the nearest dollar.

Example

A payee earns \$193.62 daily and claims FTB and tax offsets of \$500. Round the earnings down to the nearest dollar. Find \$193 in column 1 of the table and read off the corresponding amount to be withheld from column 2 of \$46.00. Reduce this amount by the daily value of the FTB or tax offsets of \$2.00 (\$500 x 0.0038 rounded to the nearest dollar).

Therefore, the final withholding amount is \$44.00 (\$46.00 - \$2.00).

Formulas for calculating withholding amounts

The formulas comprise linear equations of the form $y = ax - b$, where y is the weekly amount to be withheld expressed in dollars and x is the weekly earnings expressed in whole dollars plus an amount of 99 cents.

The values of the coefficients a and b for the formulas are shown in Table A.

TABLE A

Weekly earnings (x) less than	a	b
\$112	—	—
\$298	0.1700	19.0400
\$322	0.3700	78.7669
\$415	0.1850	19.0404
\$1115	0.3150	73.0404
\$1346	0.4350	206.8865
\$1346 and over	0.4850	274.1942

To work out withholding amounts using the formulas:

- 1 Multiply the daily earnings (ignoring any cents) by 5 to derive their weekly equivalent. Add 99 cents to the result.
- 2 Calculate the weekly amount by applying the above coefficients, rounding to the nearest dollar. Divide this amount by 5 to convert it to the daily equivalent. Round the daily withholding amount to the nearest dollar.

Software programs

Software programs written in accordance with this statement should be tested for accuracy against this table and used only where they produce the exact amounts shown in the table.

PAYG withholding publications

All PAYG withholding tax tables and other PAYG publications can be accessed quickly and easily from www.ato.gov.au

Copies of weekly and fortnightly tax tables are available from most newsagents. Newsagents also hold copies of the *Tax file number declaration* and the *Withholding declaration*.

How to work out withholding amounts

- 1 Find the payee's daily earnings (ignoring any cents) in column 1 of the table and read off the corresponding amount to be withheld from column 2.
- 2 If the payee has claimed FTB and/or any tax offsets, determine the daily value of the FTB or tax offsets - see Family tax benefit and tax offsets on page 1. Subtract the daily value of the FTB or tax offsets from the amount to be withheld found in step 1.

Tax table

Daily earnings	Amount to be withheld	Daily earnings	Amount to be withheld	Daily earnings	Amount to be withheld	Daily earnings	Amount to be withheld	Daily earnings	Amount to be withheld	Daily earnings	Amount to be withheld		
1	2	1	2	1	2	1	2	1	2	1	2		
\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$		
		101	17.00	181	42.00	261	72.00	341	111.00	421	149.00	501	188.00
		102	18.00	182	43.00	262	73.00	342	111.00	422	150.00	502	189.00
23	—	103	18.00	183	43.00	263	73.00	343	112.00	423	150.00	503	189.00
24	—	104	18.00	184	43.00	264	74.00	344	112.00	424	151.00	504	190.00
25	—	105	19.00	185	44.00	265	74.00	345	113.00	425	151.00	505	190.00
26	1.00	106	19.00	186	44.00	266	74.00	346	113.00	426	152.00	506	191.00
27	1.00	107	19.00	187	44.00	267	75.00	347	114.00	427	152.00	507	191.00
28	1.00	108	19.00	188	45.00	268	75.00	348	114.00	428	153.00	508	192.00
29	1.00	109	20.00	189	45.00	269	76.00	349	115.00	429	153.00	509	192.00
30	1.00	110	20.00	190	45.00	270	76.00	350	115.00	430	154.00	510	193.00
31	1.00	111	20.00	191	46.00	271	77.00	351	115.00	431	154.00	511	193.00
32	2.00	112	21.00	192	46.00	272	77.00	352	116.00	432	155.00	512	194.00
33	2.00	113	21.00	193	46.00	273	78.00	353	116.00	433	155.00	513	194.00
34	2.00	114	21.00	194	47.00	274	78.00	354	117.00	434	156.00	514	195.00
35	2.00	115	22.00	195	47.00	275	79.00	355	117.00	435	156.00	515	195.00
36	2.00	116	22.00	196	47.00	276	79.00	356	118.00	436	157.00	516	196.00
37	3.00	117	22.00	197	48.00	277	80.00	357	118.00	437	157.00	517	196.00
38	3.00	118	23.00	198	48.00	278	80.00	358	119.00	438	158.00	518	196.00
39	3.00	119	23.00	199	48.00	279	81.00	359	119.00	439	158.00	519	197.00
40	3.00	120	23.00	200	48.00	280	81.00	360	120.00	440	159.00	520	197.00
41	3.00	121	24.00	201	49.00	281	82.00	361	120.00	441	159.00	521	198.00
42	3.00	122	24.00	202	49.00	282	82.00	362	121.00	442	160.00	522	198.00
43	4.00	123	24.00	203	49.00	283	83.00	363	121.00	443	160.00	523	199.00
44	4.00	124	25.00	204	50.00	284	83.00	364	122.00	444	161.00	524	199.00
45	4.00	125	25.00	205	50.00	285	83.00	365	122.00	445	161.00	525	200.00
46	4.00	126	25.00	206	50.00	286	84.00	366	123.00	446	162.00	526	200.00
47	4.00	127	25.00	207	51.00	287	84.00	367	123.00	447	162.00	527	201.00
48	4.00	128	26.00	208	51.00	288	85.00	368	124.00	448	163.00	528	201.00
49	5.00	129	26.00	209	51.00	289	85.00	369	124.00	449	163.00	529	202.00
50	5.00	130	26.00	210	52.00	290	86.00	370	125.00	450	164.00	530	202.00
51	5.00	131	27.00	211	52.00	291	86.00	371	125.00	451	164.00	531	203.00
52	5.00	132	27.00	212	52.00	292	87.00	372	126.00	452	164.00	532	203.00
53	5.00	133	27.00	213	53.00	293	87.00	373	126.00	453	165.00	533	204.00
54	5.00	134	28.00	214	53.00	294	88.00	374	127.00	454	165.00	534	204.00
55	6.00	135	28.00	215	53.00	295	88.00	375	127.00	455	166.00	535	205.00
56	6.00	136	28.00	216	53.00	296	89.00	376	128.00	456	166.00	536	205.00
57	6.00	137	29.00	217	54.00	297	89.00	377	128.00	457	167.00	537	206.00
58	6.00	138	29.00	218	54.00	298	90.00	378	129.00	458	167.00	538	206.00
59	6.00	139	29.00	219	54.00	299	90.00	379	129.00	459	168.00	539	207.00
60	7.00	140	30.00	220	55.00	300	91.00	380	130.00	460	168.00	540	207.00
61	7.00	141	30.00	221	55.00	301	91.00	381	130.00	461	169.00	541	208.00
62	7.00	142	30.00	222	55.00	302	92.00	382	131.00	462	169.00	542	208.00
63	8.00	143	30.00	223	56.00	303	92.00	383	131.00	463	170.00	543	209.00
64	8.00	144	31.00	224	56.00	304	93.00	384	131.00	464	170.00	544	209.00
65	8.00	145	31.00	225	57.00	305	93.00	385	132.00	465	171.00	545	210.00
66	8.00	146	31.00	226	57.00	306	94.00	386	132.00	466	171.00	546	210.00
67	9.00	147	32.00	227	57.00	307	94.00	387	133.00	467	172.00	547	211.00
68	9.00	148	32.00	228	58.00	308	95.00	388	133.00	468	172.00	548	211.00
69	9.00	149	32.00	229	58.00	309	95.00	389	134.00	469	173.00	549	212.00
70	9.00	150	33.00	230	59.00	310	96.00	390	134.00	470	173.00	550	212.00
71	9.00	151	33.00	231	59.00	311	96.00	391	135.00	471	174.00	551	212.00
72	10.00	152	33.00	232	60.00	312	97.00	392	135.00	472	174.00	552	213.00
73	10.00	153	34.00	233	60.00	313	97.00	393	136.00	473	175.00	553	213.00
74	10.00	154	34.00	234	60.00	314	98.00	394	136.00	474	175.00	554	214.00
75	10.00	155	34.00	235	61.00	315	98.00	395	137.00	475	176.00	555	214.00
76	10.00	156	35.00	236	61.00	316	99.00	396	137.00	476	176.00	556	215.00
77	10.00	157	35.00	237	62.00	317	99.00	397	138.00	477	177.00	557	215.00
78	11.00	158	35.00	238	62.00	318	99.00	398	138.00	478	177.00	558	216.00
79	11.00	159	36.00	239	63.00	319	100.00	399	139.00	479	178.00	559	216.00
80	11.00	160	36.00	240	63.00	320	100.00	400	139.00	480	178.00	560	217.00
81	11.00	161	36.00	241	64.00	321	101.00	401	140.00	481	179.00	561	217.00
82	11.00	162	36.00	242	64.00	322	101.00	402	140.00	482	179.00	562	218.00
83	12.00	163	37.00	243	64.00	323	102.00	403	141.00	483	180.00	563	218.00
84	12.00	164	37.00	244	65.00	324	102.00	404	141.00	484	180.00	564	219.00
85	12.00	165	37.00	245	65.00	325	103.00	405	142.00	485	180.00	565	219.00
86	13.00	166	38.00	246	66.00	326	103.00	406	142.00	486	181.00	566	220.00
87	13.00	167	38.00	247	66.00	327	104.00	407	143.00	487	181.00	567	220.00
88	13.00	168	38.00	248	67.00	328	104.00	408	143.00	488	182.00	568	221.00
89	13.00	169	39.00	249	67.00	329	105.00	409	144.00	489	182.00	569	221.00
90	14.00	170	39.00	250	67.00	330	105.00	410	144.00	490	183.00	570	222.00
91	14.00	171	39.00	251	68.00	331	106.00	411	145.00	491	183.00	571	222.00
92	14.00	172	40.00	252	68.00	332	106.00	412	145.00	492	184.00	572	223.00
93	15.00	173	40.00	253	69.00	333	107.00	413	146.00	493	184.00	573	223.00
94	15.00	174	40.00	254	69.00	334	107.00	414	146.00	494	185.00	574	224.00
95	15.00	175	41.00	255	70.00	335	108.00	415	147.00	495	185.00	575	224.00
96	16.00	176	41.00	256	70.00	336	108.00	416	147.00	496	186.00	576	225.00
97	16.00	177	41.00	257	71.00	337	109.00	417	148.00	497	186.00	577	225.00
98	16.00	178	42.00	258	71.00	338	109.00	418	148.00	498	187.00	578	226.00
99	17.00	179	42.00	259	71.00	339	110.00	419	148.00	499	187.00	579	226.00
100	17.00	180	42.00	260	72.00	340	110.00	420	149.00	500	188.00	580	227.00

NOTE: Where the payee's earnings are more than \$580 the amount required to be withheld is \$227 plus 48.5 cents for each \$1 earnings over \$580. Amounts calculated should be rounded to the nearest dollar.