



Pay as you go (PAYG) withholding Medicare levy adjustment fortnightly tax table

SCHEDULE 7 – A

For payments made on
or after 1 JULY 2005

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.

This table should be read in conjunction with the *PAYG withholding fortnightly tax table incorporating Medicare levy* (NAT 1006) and the *Medicare levy variation declaration* (NAT 0929).

Who should use this table?

Use this table if a payee has:

- provided you with a *Medicare levy variation declaration* claiming dependants
- answered Yes to question 10 on the *Medicare levy variation declaration*, and
- fortnightly earnings of \$602 or more.

❗ No Medicare levy is payable on fortnightly earnings of less than \$602.

If a payee's fortnightly earnings are less than the amounts in Column A of Table 1, a Medicare levy adjustment may be available.

For example, a payee who claims 2 dependent children must have fortnightly earnings of less than \$1,306 to be entitled to a Medicare levy adjustment. If a payee claims more than 10 children, the Column A amount is \$2,126, plus \$102 for each child claimed in excess of 10.

Column B shows the values used in calculating adjustments for payees with more than 5 dependent children. If a payee claims more than 10 dependent children, the Column B amount is \$1,967.46 plus \$94.76 for each child in excess of 10. See **How to calculate the Medicare levy adjustment** to use Columns A and B.

TABLE 1

	Column A	Column B
Spouse only	\$1,102	—
Number of children		
1	\$1,204	—
2	\$1,306	—
3	\$1,408	—
4	\$1,512	—
5	\$1,614	—
6	\$1,716	\$1,588.38
7	\$1,818	\$1,683.16
8	\$1,922	\$1,777.92
9	\$2,024	\$1,872.70
10	\$2,126	\$1,967.46

Using formulas

The Medicare levy adjustments shown in this table can be expressed in mathematical form and may be of assistance to payers who use computers in the preparation of payrolls. Refer to PAYG Statement of formulas for calculating amounts to be withheld (NAT 1004) available from www.ato.gov.au

How to work out withholding amounts

1. Use the *PAYG withholding fortnightly tax table incorporating Medicare levy* (NAT 1006) to calculate the fortnightly amount to be withheld from the payee's earnings, allowing for any family tax benefit (FTB) or tax offsets claimed.
2. Reduce the amount to be withheld by the amount of the Medicare levy adjustment. Where the adjustment equals or exceeds the amount obtained in Step 1, the amount to be withheld is nil.

How to calculate the Medicare levy adjustment

Payee claiming spouse and/or 1 to 5 dependent children

Round the fortnightly earnings down to the nearest dollar. Find the payee's fortnightly earnings, or the closest lower amount, in the 'Fortnightly earnings' column of the table, and read off the corresponding amount of Medicare levy adjustment from the 'Spouse only OR 1–5 children' column at the bottom of page 2.

Example

The payee has fortnightly earnings of \$637.40 and is claiming 4 dependent children on the *Medicare levy variation declaration*.

Find \$637, or the closest lower amount, in this case \$636, in the 'Fortnightly earnings' column and read off the corresponding Medicare levy adjustment of \$8.00 from the 'Spouse only OR 1–5 children' column.

Payee with more than 5 dependent children

1. Fortnightly earnings less than \$1,494.

Find the payee's earnings, or the closest lower amount, in the 'Fortnightly earnings' column and read off the corresponding amount of Medicare levy adjustment from the appropriate 5 children column.

Note: Where fortnightly earnings are less than \$1,494 and 5 or more dependent children are claimed, the maximum Medicare levy adjustment that can be claimed is the amount equal to the amount of Medicare levy actually included in the amount to be withheld on the payee's fortnightly earnings.

Example

The payee has fortnightly earnings of \$820.65 and is claiming 6 dependent children. Find \$820 in the 'Fortnightly earnings' column and read off the corresponding Medicare levy adjustment of \$12.00 from the 'Spouse only OR 1–5 children' column.

2. Fortnightly earnings of \$1,494 or more but less than the column B amount that corresponds to the number of dependent children claimed.

Take 1.5% of the payee's fortnightly earnings (expressed as the next higher whole dollar amount) and round to the nearest dollar.

Example

The payee has fortnightly earnings of \$1,563.90 and is claiming 7 dependent children. Take 1.5% of \$1,564 (the next higher whole dollar amount). The amount of the Medicare levy adjustment is \$23.00, rounded to the nearest dollar.

3. Fortnightly earnings of \$1,494 or more and greater than the column B amount but less than the column A amount that corresponds to the number of dependent children claimed.

Take 1.5% of the relevant column B amount and round the result to the nearest cent. Reduce this amount by 18.5% of the difference between the fortnightly earnings (expressed as the next higher whole dollar amount) and the column B amount. Round the result to the nearest dollar.

Example

The payee has fortnightly earnings of \$1,802.92 and is claiming 8 dependent children. Take 1.5% of the column B amount for 8 children of \$1,777.92, which equals \$26.67. Reduce this amount by 18.5% of \$25.08 (that is, \$1,803 less \$1,777.92), which equals \$4.64. The resulting Medicare levy adjustment is \$22.00 (that is, \$26.67 less \$4.64), rounded to the nearest dollar.

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*.

Fortnightly Medicare levy adjustment table

Fortnightly earnings \$	Spouse only OR 1-5 children \$	Fortnightly earnings \$	Spouse only OR 1-5 children \$	Fortnightly earnings \$	Spouse only OR 1-5 children \$	Fortnightly earnings \$	Spouse only OR 1-5 children \$	Fortnightly earnings \$	Spouse only OR 1-5 children \$	Fortnightly earnings \$	Spouse only OR 1-5 children \$
597	—	662	10.00	732	12.00	802	12.00	872	14.00	942	14.00
598	—	664	10.00	734	12.00	804	12.00	874	14.00	944	14.00
599	—	666	10.00	736	12.00	806	12.00	876	14.00	946	14.00
600	—	668	10.00	738	12.00	808	12.00	878	14.00	948	14.00
601	—	670	10.00	740	12.00	810	12.00	880	14.00	950	14.00
602	—	672	10.00	742	12.00	812	12.00	882	14.00	952	14.00
604	—	674	10.00	744	12.00	814	12.00	884	14.00	954	14.00
606	2.00	676	10.00	746	12.00	816	12.00	886	14.00	956	14.00
608	2.00	678	10.00	748	12.00	818	12.00	888	14.00	958	14.00
610	2.00	680	10.00	750	12.00	820	12.00	890	14.00	960	14.00
612	2.00	682	10.00	752	12.00	822	12.00	892	14.00	962	14.00
614	2.00	684	10.00	754	12.00	824	12.00	894	14.00	964	14.00
616	4.00	686	10.00	756	12.00	826	12.00	896	14.00	966	14.00
618	4.00	688	10.00	758	12.00	828	12.00	898	14.00	968	14.00
620	4.00	690	10.00	760	12.00	830	12.00	900	14.00	970	14.00
622	4.00	692	10.00	762	12.00	832	12.00	902	14.00	972	14.00
624	4.00	694	10.00	764	12.00	834	12.00	904	14.00	974	14.00
626	6.00	696	10.00	766	12.00	836	12.00	906	14.00	976	14.00
628	6.00	698	10.00	768	12.00	838	12.00	908	14.00	978	14.00
630	6.00	700	10.00	770	12.00	840	12.00	910	14.00	980	14.00
632	6.00	702	10.00	772	12.00	842	12.00	912	14.00	982	14.00
634	6.00	704	10.00	774	12.00	844	12.00	914	14.00	984	14.00
636	8.00	706	10.00	776	12.00	846	12.00	916	14.00	986	14.00
638	8.00	708	10.00	778	12.00	848	12.00	918	14.00	988	14.00
640	8.00	710	10.00	780	12.00	850	12.00	920	14.00	990	14.00
642	8.00	712	10.00	782	12.00	852	12.00	922	14.00	992	14.00
644	8.00	714	10.00	784	12.00	854	12.00	924	14.00	994	14.00
646	10.00	716	10.00	786	12.00	856	12.00	926	14.00	996	14.00
648	10.00	718	10.00	788	12.00	858	12.00	928	14.00	998	14.00
650	10.00	720	10.00	790	12.00	860	12.00	930	14.00	1000	16.00
652	10.00	722	10.00	792	12.00	862	12.00	932	14.00	1002	16.00
654	10.00	724	10.00	794	12.00	864	12.00	934	14.00	1004	16.00
656	10.00	726	10.00	796	12.00	866	14.00	936	14.00	1006	16.00
658	10.00	728	10.00	798	12.00	868	14.00	938	14.00	1008	16.00
660	10.00	730	10.00	800	12.00	870	14.00	940	14.00	1010	16.00

Fortnightly Medicare levy adjustment table

Fortnightly earnings \$	Spouse only \$	1 child \$	2 to 5 children \$	Fortnightly earnings \$	1 child \$	2 children \$	3 children \$	4 to 5 children \$	Fortnightly earnings \$	3 children \$	4 children \$	5 children \$	Fortnightly earnings \$	4 children \$	5 children \$
1012	16.00	16.00	16.00	1172	6.00	18.00	18.00	18.00	1332	14.00	20.00	20.00	1492	4.00	22.00
1014	16.00	16.00	16.00	1174	6.00	18.00	18.00	18.00	1334	14.00	20.00	20.00	1494	4.00	22.00
1016	16.00	16.00	16.00	1176	4.00	18.00	18.00	18.00	1336	14.00	20.00	20.00	1496	2.00	22.00
1018	16.00	16.00	16.00	1178	4.00	18.00	18.00	18.00	1338	12.00	20.00	20.00	1498	2.00	22.00
1020	14.00	16.00	16.00	1180	4.00	18.00	18.00	18.00	1340	12.00	20.00	20.00	1500	2.00	20.00
1022	14.00	16.00	16.00	1182	4.00	18.00	18.00	18.00	1342	12.00	20.00	20.00	1502	2.00	20.00
1024	14.00	16.00	16.00	1184	4.00	18.00	18.00	18.00	1344	12.00	20.00	20.00	1504	2.00	20.00
1026	14.00	16.00	16.00	1186	4.00	18.00	18.00	18.00	1346	12.00	20.00	20.00	1506	—	20.00
1028	14.00	16.00	16.00	1188	2.00	18.00	18.00	18.00	1348	12.00	20.00	20.00	1508	—	20.00
1030	14.00	16.00	16.00	1190	2.00	18.00	18.00	18.00	1350	10.00	20.00	20.00	1510	—	20.00
1032	12.00	16.00	16.00	1192	2.00	18.00	18.00	18.00	1352	10.00	20.00	20.00	1512	—	18.00
1034	12.00	16.00	16.00	1194	2.00	18.00	18.00	18.00	1354	10.00	20.00	20.00	1514	—	18.00
1036	12.00	16.00	16.00	1196	2.00	18.00	18.00	18.00	1356	10.00	20.00	20.00	1516	—	18.00
1038	12.00	16.00	16.00	1198	—	18.00	18.00	18.00	1358	10.00	20.00	20.00	1518	—	18.00
1040	12.00	16.00	16.00	1200	—	18.00	18.00	18.00	1360	8.00	20.00	20.00	1520	—	18.00
1042	10.00	16.00	16.00	1202	—	18.00	18.00	18.00	1362	8.00	20.00	20.00	1522	—	16.00
1044	10.00	16.00	16.00	1204	—	18.00	18.00	18.00	1364	8.00	20.00	20.00	1524	—	16.00
1046	10.00	16.00	16.00	1206	—	18.00	18.00	18.00	1366	8.00	20.00	20.00	1526	—	16.00
1048	10.00	16.00	16.00	1208	—	18.00	18.00	18.00	1368	8.00	20.00	20.00	1528	—	16.00
1050	10.00	16.00	16.00	1210	—	18.00	18.00	18.00	1370	6.00	20.00	20.00	1530	—	16.00
1052	8.00	16.00	16.00	1212	—	18.00	18.00	18.00	1372	6.00	20.00	20.00	1532	—	14.00
1054	8.00	16.00	16.00	1214	—	16.00	18.00	18.00	1374	6.00	20.00	20.00	1534	—	14.00
1056	8.00	16.00	16.00	1216	—	16.00	18.00	18.00	1376	6.00	20.00	20.00	1536	—	14.00
1058	8.00	16.00	16.00	1218	—	16.00	18.00	18.00	1378	6.00	20.00	20.00	1538	—	14.00
1060	8.00	16.00	16.00	1220	—	16.00	18.00	18.00	1380	6.00	20.00	20.00	1540	—	14.00
1062	8.00	16.00	16.00	1222	—	16.00	18.00	18.00	1382	4.00	20.00	20.00	1542	—	14.00
1064	6.00	16.00	16.00	1224	—	16.00	18.00	18.00	1384	4.00	20.00	20.00	1544	—	12.00
1066	6.00	16.00	16.00	1226	—	14.00	18.00	18.00	1386	4.00	20.00	20.00	1546	—	12.00
1068	6.00	16.00	16.00	1228	—	14.00	18.00	18.00	1388	4.00	20.00	20.00	1548	—	12.00
1070	6.00	16.00	16.00	1230	—	14.00	18.00	18.00	1390	4.00	20.00	20.00	1550	—	12.00
1072	6.00	16.00	16.00	1232	—	14.00	18.00	18.00	1392	2.00	20.00	20.00	1552	—	12.00
1074	4.00	16.00	16.00	1234	—	14.00	18.00	18.00	1394	2.00	20.00	20.00	1554	—	10.00
1076	4.00	16.00	16.00	1236	—	12.00	18.00	18.00	1396	2.00	20.00	20.00	1556	—	10.00
1078	4.00	16.00	16.00	1238	—	12.00	18.00	18.00	1398	2.00	20.00	20.00	1558	—	10.00
1080	4.00	16.00	16.00	1240	—	12.00	18.00	18.00	1400	2.00	20.00	22.00	1560	—	10.00
1082	4.00	16.00	16.00	1242	—	12.00	18.00	18.00	1402	2.00	20.00	22.00	1562	—	10.00
1084	4.00	16.00	16.00	1244	—	12.00	18.00	18.00	1404	—	20.00	22.00	1564	—	10.00
1086	2.00	16.00	16.00	1246	—	10.00	18.00	18.00	1406	—	20.00	22.00	1566	—	8.00
1088	2.00	16.00	16.00	1248	—	10.00	18.00	18.00	1408	—	18.00	22.00	1568	—	8.00
1090	2.00	16.00	16.00	1250	—	10.00	18.00	18.00	1410	—	18.00	22.00	1570	—	8.00
1092	2.00	16.00	16.00	1252	—	10.00	18.00	18.00	1412	—	18.00	22.00	1572	—	8.00
1094	2.00	16.00	16.00	1254	—	10.00	18.00	18.00	1414	—	18.00	22.00	1574	—	8.00
1096	—	16.00	16.00	1256	—	10.00	18.00	18.00	1416	—	18.00	22.00	1576	—	6.00
1098	—	16.00	16.00	1258	—	8.00	18.00	18.00	1418	—	18.00	22.00	1578	—	6.00
1100	—	16.00	16.00	1260	—	8.00	18.00	18.00	1420	—	16.00	22.00	1580	—	6.00
1102	—	16.00	16.00	1262	—	8.00	18.00	18.00	1422	—	16.00	22.00	1582	—	6.00
1104	—	16.00	16.00	1264	—	8.00	18.00	18.00	1424	—	16.00	22.00	1584	—	6.00
1106	—	16.00	16.00	1266	—	8.00	20.00	20.00	1426	—	16.00	22.00	1586	—	4.00
1108	—	16.00	16.00	1268	—	6.00	20.00	20.00	1428	—	16.00	22.00	1588	—	4.00
1110	—	16.00	16.00	1270	—	6.00	20.00	20.00	1430	—	14.00	22.00	1590	—	4.00
1112	—	16.00	16.00	1272	—	6.00	20.00	20.00	1432	—	14.00	22.00	1592	—	4.00
1114	—	16.00	16.00	1274	—	6.00	20.00	20.00	1434	—	14.00	22.00	1594	—	4.00
1116	—	16.00	16.00	1276	—	6.00	20.00	20.00	1436	—	14.00	22.00	1596	—	4.00
1118	—	16.00	16.00	1278	—	6.00	20.00	20.00	1438	—	14.00	22.00	1598	—	2.00
1120	—	16.00	16.00	1280	—	4.00	20.00	20.00	1440	—	14.00	22.00	1600	—	2.00
1122	—	14.00	16.00	1282	—	4.00	20.00	20.00	1442	—	12.00	22.00	1602	—	2.00
1124	—	14.00	16.00	1284	—	4.00	20.00	20.00	1444	—	12.00	22.00	1604	—	2.00
1126	—	14.00	16.00	1286	—	4.00	20.00	20.00	1446	—	12.00	22.00	1606	—	2.00
1128	—	14.00	16.00	1288	—	4.00	20.00	20.00	1448	—	12.00	22.00	1608	—	—
1130	—	14.00	16.00	1290	—	2.00	20.00	20.00	1450	—	12.00	22.00	1610	—	—
1132	—	14.00	18.00	1292	—	2.00	20.00	20.00	1452	—	10.00	22.00	1612	—	—
1134	—	12.00	18.00	1294	—	2.00	20.00	20.00	1454	—	10.00	22.00	1614	—	—
1136	—	12.00	18.00	1296	—	2.00	20.00	20.00	1456	—	10.00	22.00	1616	—	—
1138	—	12.00	18.00	1298	—	2.00	20.00	20.00	1458	—	10.00	22.00	1618	—	—
1140	—	12.00	18.00	1300	—	—	20.00	20.00	1460	—	10.00	22.00	1620	—	—
1142	—	12.00	18.00	1302	—	—	20.00	20.00	1462	—	8.00	22.00	1622	—	—
1144	—	10.00	18.00	1304	—	—	20.00	20.00	1464	—	8.00	22.00	1624	—	—
1146	—	10.00	18.00	1306	—	—	18.00	20.00	1466	—	8.00	22.00	1626	—	—
1148	—	10.00	18.00	1308	—	—	18.00	20.00	1468	—	8.00	22.00	1628	—	—
1150	—	10.00	18.00	1310	—	—	18.00	20.00	1470	—	8.00	22.00	1630	—	—
1152	—	10.00	18.00	1312	—	—	18.00	20.00	1472	—	8.00	22.00	1632	—	—
1154	—	10.00	18.00	1314	—	—	18.00	20.00	1474	—	6.00	22.00	1634	—	—
1156	—	8.00	18.00	1316	—	—	16.00	20.00	1476	—	6.00	22.00	1636	—	—
1158	—	8.00	18.00	1318	—	—	16.00	20.00	1478	—	6.00	22.00	1638	—	—
1160	—	8.00	18.00	1320	—	—	16.00	20.00	1480	—	6.00	22.00	1640	—	—
1162	—	8.00	18.00	1322	—	—	16.00	20.00	1482	—	6.00	22.00	1642	—	—
1164	—	8.00	18.00	1324	—	—	16.00	20.00	1484	—	4.00	22.00	1644	—	—
1166	—	6.00	18.00	1326	—	—	16.00	20.00	1486	—	4.00	22.00	1646	—	—
1168	—	6.00	18.00	1328	—	—	14.00	20.00	1488	—	4.00	22.00	1648	—	—
1170	—	6.00	18.00	1330	—	—	14.00	20.00	1490	—	4.00	22.00	1650	—	—