



SGD 2002/1 - Superannuation guarantee: what is the maximum contribution base for each contribution period in 2002-2003?

 This cover sheet is provided for information only. It does not form part of *SGD 2002/1 - Superannuation guarantee: what is the maximum contribution base for each contribution period in 2002-2003?*

 This document has changed over time. This is a consolidated version of the ruling which was published on *24 May 2002*



Superannuation Guarantee Determination

Superannuation guarantee: what is the maximum contribution base for each contribution period in 2002-2003?

Preamble

Superannuation Guarantee Determinations (SGDs) do not have the force of law. Each decision made by the Australian Taxation Office is made on the merits of the individual case having regard to any relevant Rulings and Determinations.

1. **\$29,220.**
2. By applying subsection 15(3) of the *Superannuation Guarantee (Administration) Act 1992* (the Act), the maximum contribution base for a contribution period in 2002-2003 is:

$$\begin{array}{rcc} \$27,510 & \times & \text{Indexation factor for the 2002-2003 year} \\ \text{(maximum contribution} & & \\ \text{base for a contribution} & & \\ \text{period in 2001-2002)} & & \end{array}$$

3. By applying section 9 of the Act, the indexation factor for 2002-2003 is the greater of '1' and the number found by dividing the AWOTE amount for February 2002 by the AWOTE amount for February 2001.
4. The AWOTE amount is an estimate by the Australian Statistician of the full-time adult average weekly ordinary time earnings for persons in Australia. The estimate for February 2002 was \$860.50 and the estimate for February 2001 was \$810.60.
5. This produces an indexation factor of 1.062. When applied to \$27,510 the amount comes to \$29,215.62. Subsection 15(4) provides for this amount to be rounded to the nearest 10 dollar multiple (rounding 5 dollars upwards). Therefore, the maximum contribution base for the 2002-2003 contribution periods is \$29,220.

Commissioner of Taxation

24 May 2002

Previous draft:

Not previously issued in draft form

Related Rulings/Determinations:

SGD 94/7; SGD 95/2; SGD 96/1; SGD 97/2; SGD 98/1; SGD 1999/1; SGD 2000/1; SGD 2001/1

Subject references:

- average weekly ordinary time earnings
- earnings base
- maximum contribution base

Legislative references:

- SGAA 9
- SGAA 15(3)
- SGAA 15(4)

ATO references:

NO: 96/3689-7
ISSN: 1038-7455