SGD 94/7 - What is the maximum contribution base for each contribution period in 1994-95?

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

Superannuation Guarantee Determination

What is the maximum contribution base for each contribution period in 1994-95?

1. $20,780.

2. Sub-section 15(2) of the *Superannuation Guarantee (Administration) Act 1992* provides that the maximum contribution base for a contribution period in 1994-95 is:

$20,160 (maximum contribution base for a contribution period in 1993-94)	**X**	**Indexation factor for the 1994-95 year**

3. Section 9 defines the indexation factor for 1994-95 as the greater of '1' and the number found by dividing the AWOTE amount for February 1994 by the AWOTE amount for February 1993.

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 1994 was $612.30 and the estimate for February 1993 was $593.70.

5. This produces an indexation factor of 1.031. When applied to $20,160, the amount comes to $20,784. Subsection 15(4) provides for this amount to be rounded to the nearest 10 dollar multiple. Therefore, the maximum contribution base for 1994-95 contribution periods is $20,780.

Commissioner of Taxation
2/6/94

FOI INDEX DETAIL: Reference No. I 1217473 Not previously released as a draft SGD
Related Determinations: SGD 93/7
Related Rulings:
Subject Ref: maximum contributions base; earnings base; average weekly ordinary time earnings
Legislative Ref: SGAA 9; SGAA 15
Case Ref:
ATO Ref: NAT 93/8203-8

ISSN 1038 - 7455