TD 96/28W - Income tax: can an amount deducted under the Prescribed Payment System (PPS) from a payment to a company be entered into a franking account of the company at the time the deduction is made?

Australian Government
Australian Taxation Office

Taxation Determination
TD 96/28

Notice of Withdrawal

Taxation Determination

Income tax: can an amount deducted under the Prescribed Payment System (PPS) from a payment to a company be entered into a franking account of the company at the time the deduction is made?

Taxation Determination TD 96/28 is withdrawn with effect from today.

1. Taxation Determination TD 96/28 explains:

- the meaning of 'paid' in section 160APA of the *Income Tax Assessment Act 1936* (ITAA 1936); and
- when an amount deducted under the PPS from a payment to a company gives rise to a credit in the franking account of the company.

2. The pay as you go (PAYG) withholding system replaced the PPS for the 2000-01 and later income years

3. TD 96/28 does not have application to income tax years commencing on or after the 1999-2000 income year.

Commissioner of Taxation
7 August 2013

ATO references

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