

PAYROLL TAX REBATE FOR TRAINEES AND APPRENTICES

Did you know that the wages paid to apprentices and new entrant trainees are exempt from payroll tax?

Even better news, is the QLD Government allows an additional payroll tax rebate on 50% of wages paid to:

- Apprentices
- New Entrant Trainees

HOW TO CLAIM THE EXEMPTION AND ADDITIONAL 50% REBATE

It really couldn't be simpler...

- Claim when you lodge your Payroll Tax Return in OSRconnect.

Does someone else do your accounts or wages?

- Simply advise them which staff are apprentices or new entrant trainees.

Don't pay payroll tax?

- Keep the rebate in mind for when you do.

Our example overleaf demonstrates how to work out your Payroll Tax rebate and the savings you will make.

**PAYROLL
TAX
EXEMPTION
+ REBATE**

**4.75%
PLUS
50%
REBATE**

**SAVE
\$\$\$**

PAYROLL TAX REBATE FOR TRAINEES AND APPRENTICES

Wages for new entrant trainees are exempt from payroll tax. Determine what trainees you have and calculate their eligible wages.

For example, if you have two trainees and in that year you paid them \$50 000, your total Payroll Tax savings in just the first year is \$3562.50.

The exemption is equal to $4.75\% \times \$50,000$ is \$2375.

You save \$2375 each year.

Next, work out your additional rebate amount.

You are entitled to a 50% rebate of the exempt wages amount.

In our example this is 50% of \$2375 = \$1187.50

So, your total payroll tax savings in just the first year would be \$3562.50.

IMPORTANT NOTICE

The Australian College of Commerce and Management has sourced this information from Queensland Government Business and industry portal website <http://www.business.qld.gov.au> as at 31st August 2017.

It is the responsibility of employers to check Payroll Tax rules at the time they make decisions about Payroll Tax issues and they should not rely on this information sheet in isolation.

Here's an
EXAMPLE



Take your
4.75%
Payroll Tax

On a \$50k
wage that's
\$2375

Plus 50%
rebate of
\$1187

Save
\$3562 in
ONE year