

Tax Calculations

Question 1

a) Robert works as a Carpenter, he gets paid a wage by his employer of \$75,000 per year.

How much tax does Robert have to pay per year.

b) Steve works as a teacher, he gets paid a wage by his employer of \$105,000 per year.

How much tax does Steve have to pay per year.

c) Pink works as a Singer, she gets paid a wage by her employer of \$505,000 per year.

How much tax does Pink have to pay per year.

d) Jill works as a car washer, she gets paid a wage by her employer of \$25,000 per year.

How much tax does Jill have to pay per year.

e) Andrew worked for only 6 months, his wage from his employer of \$15,000 from 1st July until the date he finished, he did not do any other work that financial year.

How much tax does Andrew have to pay in that financial year?.

Question 2

Bill works as an Electrician, he gets paid a wage by his employer of \$95,000 per year.

During the year Bill incurs the following expenses.

Car expenses of \$500

Phone Expenses of \$300

Stationary Expenses of \$200

Lunch each day of \$600

Uniform of his employer \$200

Calculate Bills Taxable income

how much tax Bill will pay for the year.

Question 3

Barry works as an Electrician, he gets paid a wage by his employer of \$95,000 per year. He also does some work for himself (as a sole trader – taxed as an individual) on the weekends and days off (Bill is a hard worker!) and has charged \$12,000 for the work he has completed.

a Calculate Bills Taxable income

b how much tax Barry will pay for the year.

Question 4

a) Phillip works at a local super market, he earns \$500 per week, using the individual tax tables

i identify how much tax Phillip will pay each week.

ii identify how much Phillip will take home each week

iii Calculate how much Tax Phillip will pay for the year.

b) if Phillip has work related expenses of \$1,200 for the year
i calculate Phillips taxable income

ii Calculate tax payable for Phillip for the year based on his taxable income

Question 5

Emma works as a Travel Consultant, she gets paid a wage by her employer of \$205,000 per year.

Due to Emma's work requirements it is necessary for her to travel and gain knowledge and experience of places she recommends to clients. As a result, she incurred the following expenses for the year,

Flights \$5,500

Hotels \$7,900

Laundry \$600

Car hire \$ 1,500

Tours \$2,250

Hair dresser \$250

Souvenirs from places \$500

a Identify which expenses are work related to help you calculate Emma's taxable income in the next questions

b Calculate Emma Taxable income

c how much tax Emma will pay for the year.

d How much superannuation should Emma have received into her superannuation fund for the year, (look up 2018/19 superannuation compulsory contribution)

e What could Emma do with her wage.???

Question 6

a) Mary works for a high end law firm on the 28th floor of a city high rise, she earns \$5000 per week, using the individual tax tables

i identify how much tax Mary will pay each week.

ii identify how much Mary will take home each week

iii Calculate how much Tax Mary will pay for the year.

b) if Mary has paid for the following things she feels is related to her job (potential Work related Expensed

Mobile phone	\$800
Motor vehicle expenses (20%) of total	\$2,200
Home internet	\$1700
Business Uniform	\$1,500
Hair and make-up costs	\$1,300
Dinner with work friends	\$250
Secure brief case for work documents	\$250
Business Travel interstate	\$5,000

i calculate Mary's taxable income

ii Calculate tax payable for Mary for the year based on his taxable income

Extension Question.

Having calculated the amount of tax Mary paid weekly

Having calculated the amount of tax Mary is required to pay based on her Taxable income

Calculate What Mary's TAX Refund or Payable would be when she lodges her tax return