



JOBKEEPER

IMPLICATIONS FOR EMPLOYERS – PAYROLL TAX – NSW

The NSW Government has announced various [tax relief measures](#) as part of its economic package to help businesses impacted by COVID-19.

Payroll tax deferral arrangement for ALL businesses

Payroll tax customers have the option of deferring their payroll tax payments until October 2020.

All customers are still required to lodge the 2019/20 annual reconciliation by the due date.

Any outstanding liability for the 2019/20 financial year and the monthly payments for the July, August and September periods will be deferred until October 2020.

Customers will have the option of paying their outstanding liability in full or entering into an instalment plan after October 2020. Information regarding how to apply for an instalment plan will be available in September 2020.

25% reduction for businesses with grouped Australian wages of \$10 million or less

Payroll tax customers whose total grouped Australian wages for the 2019/20 financial year are \$10 million or less, will have their annual tax liability reduced by 25 per cent when they lodge their annual reconciliation.

Details of the wages paid for the entire financial year will need to be provided when lodging the annual reconciliation.

For customers that are or have been a member of a group during the 2019/20 financial year, you will also need to provide the group details of all group members in your annual reconciliation.

Threshold increase - 2020/2021 financial year

The tax-free threshold will increase from \$900,000 to \$1 million for the financial year commencing on 1 July 2020.

Further information including answers to Frequently Asked Questions regarding current changes to payroll tax can be found on the NSW Revenue [website](#).

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