

Effect of the proposed one-off reduction of salaries tax, tax under personal assessment and profits tax

Salaries tax and tax under personal assessment-
75% tax reduction subject to a cap at \$10,000 per case

Income in 2012-13	No. of taxpayers	Average amount of tax reduction	Average % of tax reduced
\$120,001 to \$200,000	351 000	\$670	75%
\$200,001 to \$300,000	367 000	\$3,470	73%
\$300,001 to \$400,000	256 000	\$6,040	53%
\$400,001 to \$600,000	279 000	\$8,270	31%
\$600,001 to \$900,000	141 000	\$9,840	16%
Above \$900,000	136 000	\$10,000	3%
Total	1 530 000	—	—

Profits tax-
75% tax reduction subject to a cap at \$10,000 per case

Profits in 2012-13	No. of businesses	Average amount of tax reduction	Average % of tax reduced
\$100,000 and below	39 000	\$4,330	72%
\$100,001 to \$200,000	16 000	\$10,000	41%
\$200,001 to \$300,000	9 000	\$10,000	24%
\$300,001 to \$400,000	6 000	\$10,000	17%
\$400,001 to \$600,000	9 000	\$10,000	12%
\$600,001 to \$900,000	7 000	\$10,000	8%
Above \$900,000	33 000	\$10,000	0.3%
Total	119 000	—	—