



Tax relief to reward and encourage hard-working Australians

Supporting economic choice and opportunity

The Australian Government is delivering lower taxes for hard-working Australians in the 2019-20 Budget by building on its Personal Income Tax Plan. Women will receive tax relief from the enhanced plan, which will support consumption growth, ease cost of living pressures and increase the reward for effort.

The Government will provide immediate tax relief for low- and middle-income earners of up to \$1,080 for singles or up to \$2,160 for dual income families, which they will receive after lodging their tax returns as early as 1 July 2019. In 2024-25 the Government will lower the 32.5 per cent tax rate to 30 per cent, increasing the reward for effort and ensuring a projected 94 per cent of taxpayers will face a marginal tax rate of no more than 30 per cent in 2024-25.

Anthea is a cyber security specialist and earns \$130,000 in the 2018-19 income year.

Under the enhanced plan, **Anthea pays \$135 less tax for 2018-19** compared with 2017-18 rates and thresholds, paying a total of \$38,197 in tax.

In 2022-23, with greater experience, Anthea is earning \$170,000. **Anthea pays \$2,565 less tax for 2022-23** compared with 2017-18 rates and thresholds, paying a total of \$51,367 in tax for 2022-23.



Sam is 20 and is an apprentice chef. In 2018-19, she earns \$28,000.

Under the enhanced plan, **Sam pays \$255 less tax for 2018-19** compared with 2017-18 rates and thresholds.

- Under 2017-18 rates and thresholds, Sam would pay tax of \$1,977 for 2018-19.
- Under the changes in last year's Budget, Sam would pay \$200 less tax compared with 2017-18 rates and thresholds. The changes in this Budget build on this to increase the amount of tax relief by \$55, providing total tax relief of \$255 for 2018-19.

