

Individual tax return instructions 2014

To help you complete your tax return
1 July 2013 – 30 June 2014

**Lodge online
this year. Find out
more inside**



OUR COMMITMENT TO YOU

We are committed to providing you with accurate, consistent and clear information to help you understand your rights and entitlements and meet your obligations.

If you follow our information in this publication and it turns out to be incorrect, or it is misleading and you make a mistake as a result, we must still apply the law correctly. If that means you owe us money, we must ask you to pay it but we will not charge you a penalty. Also, if you acted reasonably and in good faith we will not charge you interest.

If you make an honest mistake in trying to follow our information in this publication and you owe us money as a result, we will not charge you a penalty. However, we will ask you to pay the money, and we may also charge you interest. If correcting the mistake means we owe you money, we will pay it to you. We will also pay you any interest you are entitled to.

If you feel that this publication does not fully cover your circumstances, or you are unsure how it applies to you, you can seek further assistance from us.

We regularly revise our publications to take account of any changes to the law, so make sure that you have the latest information. If you are unsure, you can check for more recent information on our website at ato.gov.au or contact us.

This publication was current at **June 2014**.

FOREWORD

Individual tax return instructions 2014 is a guide to help you correctly complete your 2014 tax return. For most people it has all you need to fill in your tax return. The more technical and less commonly used information is at ato.gov.au/instructions2014

If you have internet access, try lodging online:

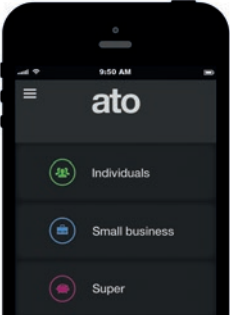
- *MyTax* is our new, streamlined online service for people with straightforward tax affairs. It works on mobile devices, tablets and computers, and pre-fills the information we have from your employer, banks and other government agencies. It makes lodging your tax return even easier.
- Our *e-tax* software is for people with more complex tax affairs. It is downloadable and works on both PC and Mac.

Lodging online is free and secure and most refunds are issued within 12 business days.

There is a complete set of instructions and a range of tools and calculators at ato.gov.au

At the back of this guide are details about our other online services, and how you can contact us.

If you do your best to complete your tax return correctly, whether through *myTax*, *e-tax* or on paper, you will not be subject to any penalties if you get things wrong. All you need to do is take reasonable steps to ensure that the information you provide is as complete and accurate as possible.



Tax and super help wherever you are

Here are some things you can do with the *ato* app:

- lodge your 2014 income tax return if you have straightforward tax affairs
- track the progress of your returns for the current and previous financial years
- search for lost super.

You can get the app now from Google play™, Windows Phone Store or the Apple App Store. Find out more at ato.gov.au/app

Available on the **App Store**

Get it on **GOOGLE PLAY**

Available for **Windows Phone**

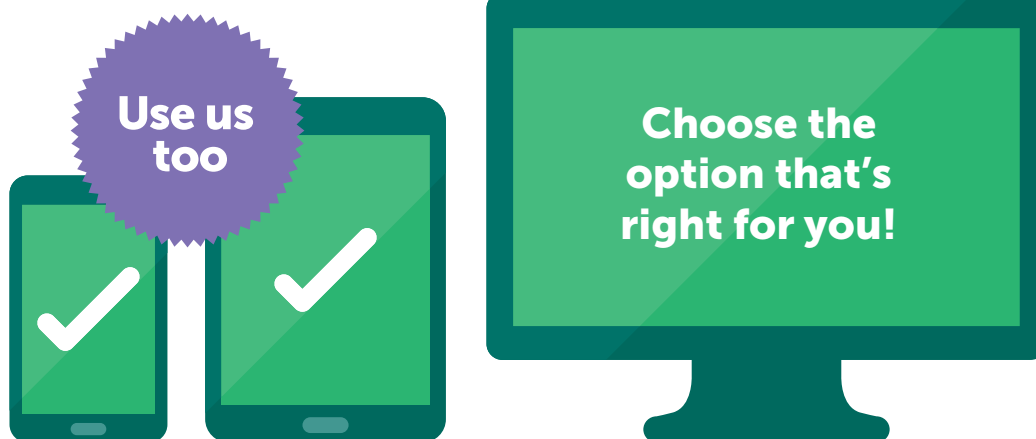
Contents

Will you need <i>Individual tax return instructions supplement 2014</i> ?	3	LOSSES	
What's new this year?	4	L1 Tax losses of earlier income years	37
Do you need to lodge a tax return?	5	Taxable income or loss	37
Non-lodgment advice 2014	7	TAX OFFSETS	
Completing Individual information on your tax return	8	T1 Spouse (without dependent child or student)	38
INCOME		T2 Seniors and pensioners (includes self-funded retirees)	40
1 Salary or wages	9	T3 Australian superannuation income stream	43
2 Allowances, earnings, tips, directors fees etc	10	Tax offsets from the supplementary section of your tax return	44
3 Employer lump sum payments	11	Total tax offsets	44
4 Employment termination payments	12	Adjustments from the supplementary section of your tax return	45
5 Australian Government allowances and payments	13	MEDICARE LEVY	
6 Australian Government pensions and allowances	14	M1 Medicare levy reduction or exemption	46
7 Australian annuities and superannuation income streams	15	M2 Medicare levy surcharge	49
8 Australian superannuation lump sum payments	17	Private health insurance policy details	52
9 Attributed personal services income	18	ADJUSTMENTS	
Total tax withheld	18	A1 Under 18	55
10 Gross interest	19	A2 Part-year tax-free threshold	56
11 Dividends	20	A3 Government super contributions	57
12 Employee share schemes	21	INCOME TESTS	
Income from the supplementary section of your tax return	23	IT1 Total reportable fringe benefits amounts	62
Total income or loss	23	IT2 Reportable employer superannuation contributions	63
DEDUCTIONS		IT3 Tax-free government pensions or benefits	63
Claiming deductions	24	IT4 Target foreign income	64
D1 Work-related car expenses	25	IT5 Net financial investment loss	64
D2 Work-related travel expenses	26	IT6 Net rental property loss	66
D3 Work-related uniform, occupation specific or protective clothing, laundry and dry-cleaning expenses	27	IT7 Child support you paid	67
D4 Work-related self-education expenses	29	IT8 Number of dependent children	67
D5 Other work-related expenses	31	Spouse details – married or de facto	68
D6 Low-value pool deduction	32	INFORMATION	
D7 Interest deductions	33	Checklist	70
D8 Dividend deductions	33	Definitions	70
D9 Gifts or donations	34	Amounts that you do not pay tax on	76
D10 Cost of managing tax affairs	35	Important information	79
Deductions from the supplementary section of your tax return	36	More information	inside back cover
Total deductions	36		
Subtotal	36		

Lodge online anywhere, anytime

Good reasons to lodge online

- ✓ Choose from two secure lodgment options to suit your circumstances
 - ✓ Most refunds within 12 business days
 - ✓ Pre-filling your information saves you time
- ✓ Built-in checks and calculators help you get it right
 - ✓ You can save and print
- ✓ Get instant confirmation when you have lodged



myTax

or

e-tax

If you have straightforward tax affairs,
myTax is the fastest and most convenient way to lodge.
You can lodge on your smart phone, tablet or computer
– anywhere, anytime.

If you have more complex tax affairs,
e-tax is the ATO's comprehensive online lodgment
option that provides a convenient way to lodge
on your PC or Mac computer.



For more information and to check which option
is right for you, go to ato.gov.au/lodgeonline

Will you need *Individual tax return instructions supplement 2014*?

Individual tax return instructions supplement 2014 contains questions that are not included in *Individual tax return instructions 2014*. Check the list below to see whether you need it to complete your tax return.

INCOME

- 13** Income from partnerships and trusts*
- 14** Personal services income*
- 15** Net income or loss from business*
- 16** Deferred non-commercial business losses*
- 17** Net farm management deposits or repayments
- 18** Capital gains (from all sources including shares, real estate and other property)
- 19** Foreign entities
- 20** Foreign source income and foreign assets or property, including foreign source pension or annuity
- 21** Rent
- 22** Bonuses from life insurance companies and friendly societies
- 23** Forestry managed investment scheme income
- 24** Other income (income not listed elsewhere)

* If you were a partner in a partnership that made a loss, or you are required to complete income questions **14**, **15** or **16**, you cannot lodge a paper return this year. You must lodge your tax return using *e-tax* or a registered tax agent.

DEDUCTIONS

- D11** Deductible amount of undeducted purchase price of a foreign pension or annuity
- D12** Personal superannuation contributions (generally for the self-employed)
- D13** Deduction for project pool
- D14** Forestry managed investment scheme deduction
- D15** Other deductions – that is, deductions not claimable at items **D1** to **D14** or elsewhere on your tax return

TAX OFFSETS

- T4** Superannuation contributions on behalf of your spouse
- T5** Zone or overseas forces
- T6** Total net medical expenses
- T7** Dependent (invalid and carer)
- T8** Landcare and water facility
- T9** Net income from working – supplementary section
- T10** Other non-refundable tax offsets
- T11** Other refundable tax offsets

ADJUSTMENT

- A4** Amount on which family trust distribution tax has been paid

CREDIT FOR INTEREST ON TAX PAID

- C1** Credit for interest on early tax payments

HOW TO GET *INDIVIDUAL TAX RETURN INSTRUCTIONS SUPPLEMENT 2014*

Individual tax return instructions supplement 2014 is only available online at ato.gov.au/instructions2014

You can still get a copy of the *Tax return for individuals (supplementary section) 2014* return form from our Publications Distribution Service (see inside back cover) and our shopfronts.

What's new this year?

A NEW ONLINE LODGMENT SERVICE

MyTax is our new streamlined lodgment service for taxpayers with simple tax affairs. It works on mobile devices, tablets and computers and most refunds are issued within 12 business days. For more information go to ato.gov.au/lodgeonline

NET MEDICAL EXPENSES TAX OFFSET

Eligibility for the net medical expenses tax offset has changed, restricting who can claim and what medical expenses you can claim. You can only claim this offset if you have either:

- received this offset in your 2012–13 income tax assessment and have medical expenses for 2013–14, or
- paid for medical expenses relating to disability aids, attendant care or aged care in 2013–14.

For more information see question **T6** in the *Tax return for individuals (supplementary section) 2014*.

PRIVATE HEALTH INSURANCE REBATE

From 1 July 2013, the Australian Government private health insurance rebate is no longer payable on the lifetime health cover loading component of the private health insurance premiums.

From 1 April 2014, the Australian Government private health insurance rebate will be adjusted annually by the proportional increase in the consumer price index compared to the proportional increase in the average premium.

You must have your statement from your registered health insurer to complete this question. For more information, see page 52 or go to ato.gov.au/privatehealthinsurance

PREVENTING DIVIDEND WASHING

In the 2013 Budget, the Government announced its intention to prevent dividend washing by inserting a specific integrity rule into the tax law that would apply from 1 July 2013. Dividend washing is a practice through which you seek to claim two sets of franking credits by selling and then effectively repurchasing the same parcel of shares using a special Australian Securities Exchange (ASX) market.

The proposed new integrity rule is intended to apply to investors who have franking credit tax offset entitlements in excess of \$5,000.

At the time of printing, these changes had not become law. For more information go to ato.gov.au/preventingdividendwashing

TAX RECEIPT

A new tax receipt will outline how the tax you paid is allocated towards Government services such as welfare, health and education. It will also include information about Government debt.

Most people will receive a tax receipt with their Notice of Assessment. For more information go to ato.gov.au/taxreceipt

Do you need to lodge a tax return?

If any of the following applies to you, then you must lodge a tax return.

REASON 1

During 2013–14, you were an Australian resident and you:

- paid tax under the pay as you go (PAYG) withholding or instalment system, or
- had tax withheld from payments made to you.

REASON 2

You were eligible for the seniors and pensioners tax offset (see pages 40–3) **and** your rebate income (not including your spouse's) was more than:

- **\$32,279** if you were single, widowed or separated at any time during the year
- **\$31,279** if you had a spouse but one of you lived in a nursing home or you had to live apart due to illness (see the definition of **Had to live apart due to illness** on page 42), or
- **\$28,974** if you lived with your spouse for the full year.

To work out your rebate income, see page 74 or go to ato.gov.au/instructions2014 and use the Income tests calculator.

REASON 3

You were not eligible for the seniors and pensioners tax offset **but** you received a payment listed at question 5 on page 13 **and** other taxable payments which, when added together, made your taxable income more than **\$20,542**.

REASON 4

You were not eligible for the seniors and pensioners tax offset **and** you did not receive a payment listed at question 5 or 6 on pages 13 and 14, **but** your taxable income was more than:

- **\$18,200** if you were an Australian resident for tax purposes for the full year
- **\$416** if you were under 18 years old at 30 June 2014 and your income was not salary or wages
- **\$1** if you were a foreign resident and you had income taxable in Australia which did **not** have non-resident withholding tax withheld from it
- **your part-year tax-free threshold amount**, if you became or stopped being an Australian resident for tax purposes; see question **A2** or phone **13 28 61**.

OTHER REASONS

You must lodge a tax return if any of the following applied to you:

- You had a reportable fringe benefits amount on your:
 - *PAYG payment summary – individual non-business*, or
 - *PAYG payment summary – foreign employment*.
- You had reportable employer superannuation contributions on your:
 - *PAYG payment summary – individual non-business*
 - *PAYG payment summary – foreign employment*, or
 - *PAYG payment summary – business and personal services income*.
- You were entitled to the private health insurance rebate but you did not claim your full entitlement as a premium reduction, and your spouse (if you had one) is not claiming the rebate for you in their income tax return.
- You carried on a business.
- You made a loss or you can claim a loss you made in a previous year.
- You were 60 years old or older and you received an Australian superannuation lump sum that included an untaxed element.
- You were under 60 years old and you received an Australian superannuation lump sum that included a taxed element or an untaxed element.
- You were entitled to a distribution from a trust or you had an interest in a partnership, **and** the trust or partnership carried on a business of primary production.
- You were an Australian resident for tax purposes and you had exempt foreign employment income, and \$1 or more of other income. (For more information about exempt foreign employment income, see question **20** in the *Individual tax return instructions supplement 2014*.)
- You are a special professional covered by the income averaging provisions. These provisions apply to authors of literary, dramatic, musical or artistic works, inventors, performing artists, production associates and active sportspeople.
- You received income from dividends or distributions exceeding \$18,200 (or \$416 if you were under 18 years old on 30 June 2014), **and** you had:
 - franking credits attached, or
 - amounts withheld because you did not quote your tax file number or Australian business number to the investment body.

Do you need to lodge a tax return?

- You made personal contributions to a complying superannuation fund or retirement savings account and will be eligible to receive a super co-contribution for these contributions.
- You were a liable parent or a recipient parent under a child support assessment, **unless**:
 - you received Australian Government allowances, pensions or payments (whether taxable or exempt) for the whole of the period 1 July 2013 to 30 June 2014, and
 - the total of all the following payments was less than \$23,523
 - taxable income
 - exempt Australian Government allowances, pensions and payments
 - target foreign income (see question **IT4**)
 - reportable fringe benefits
 - net financial investment loss (see question **IT5**)
 - net rental property loss (see question **IT6**), and
 - reportable superannuation contributions.

Deceased estate

If you are looking after the estate of someone who died during 2013–14, consider all the above reasons on their behalf. If a tax return is not required, complete the *Non-lodgment advice 2014* form on the next page and send it to us. If a tax return is required, see page 8 for more information.

Franking credits

If you don't need to lodge a tax return for 2013–14, you can claim a refund of franking credits by using *Refund of franking credits instructions and application for individuals 2014* (NAT 4105) and lodging your claim by mail, or phone **13 28 65**.

First home saver account

If you had a first home saver account in 2013–14 and believe you are entitled to a first home saver account government contribution, you must lodge either:

- a tax return, or
- a notification of eligibility (if you are not required to lodge a tax return and you were an Australian resident for at least part of 2013–14) by completing the *First home saver account notification of eligibility* (NAT 72947). Go to **ato.gov.au** to get a copy of this form.

If you have read all the information above and know that you do not have to lodge a tax return, complete *Non-lodgment advice 2014* on the next page and send it to us, unless one of the following applies to you:

- You have already sent us a tax return, non-lodgment advice, form or letter telling us that you do not need to lodge a tax return for all future years.
- You are lodging an application for a refund of franking credits for 2014.
- Your only income was from an allowance or payment listed at question **5** on page 13 or you received a pension, payment or an allowance listed at question **6** on page 14 and
 - your rebate income was less than or equal to the relevant amount in **reason 2** (if you are eligible for the seniors and pensioners tax offset), or
 - your taxable income was less than or equal to the relevant amount in **reason 3** (the agencies that paid you have provided information for us to determine that you do not need to lodge a tax return).



Non-lodgment advice

2014

1 July 2013 to 30 June 2014

Please print neatly in BLOCK LETTERS with a black or blue ballpoint pen only.
Do not use correction fluid or tape.

If you do not need to lodge a tax return for the 2013–14 income year (1 July 2013 to 30 June 2014), you will need to complete the form below and send it to the ATO by 31 October 2014.

For more information about lodging a tax return see *Individual tax return instructions 2014*. From 1 July 2014 you can get copies of *Individual tax return instructions 2014* (NAT 71050-06.2014) from ATO shopfronts or by phoning the Publications Distribution Service on **1300 720 092**.

Your tax file number (TFN)

See the Privacy note in the Declaration at the bottom of this form.

Your date of birth

DAY	MONTH	YEAR
<input type="text"/>	<input type="text"/>	<input type="text"/>

Your name

Title – for example, Mr, Mrs, Ms, Miss

Surname or family name

Given names

Your postal address

Suburb or town

State Postcode Country
if not Australia

Have you changed your postal address since your last tax return?

NO Read on.

YES Print the address on your last notice of assessment or the address you last told us about.

Suburb or town

State Postcode Country
if not Australia

Your phone number during business hours – if it is convenient

Area code Phone number

Reason for not lodging a tax return

I will not have to lodge a tax return for 2014 because none of the reasons listed in the *Individual tax return instructions 2014* apply.

I will not have to lodge a tax return for 2014 or any future years because:

DECLARATION

Please sign the declaration below.

Privacy

The ATO is authorised by the *Taxation Administration Act 1953* to request your tax file number (TFN). We will use your TFN to identify you in our records. It is not an offence not to provide your TFN. However if you do not provide your TFN, there may be a delay in processing this form.

Taxation law authorises the ATO to collect information and to disclose it to other government agencies. For information about your privacy go to ato.gov.au/privacy

I declare that the information I have given on this non-lodgment advice is true and correct.

The tax law imposes heavy penalties for giving false or misleading information.

Signature

Date

DAY	MONTH	YEAR
<input type="text"/>	<input type="text"/>	<input type="text"/>

WHEN COMPLETED AND SIGNED SEND TO: AUSTRALIAN TAXATION OFFICE
GPO BOX 9845
IN YOUR CAPITAL CITY

Note: Do not replace the words IN YOUR CAPITAL CITY with the name of your capital city. Because of a special agreement with Australia Post there is no need for you to include the name of your capital city or a postcode.

Completing Individual information on your tax return

It is important that you complete the Individual information on pages 1 and 2 of your tax return accurately to avoid delaying your notice of assessment. We have provided explanations below for the tax-related items so that you can complete those sections correctly.

If you are not sure whether you have to lodge a tax return see page 5 for more information.

YOUR TAX FILE NUMBER (TFN)

Your TFN is shown on your payment summary, as well as on your last notice of assessment. You do not have to quote your TFN on your tax return, but your assessment may be delayed if you do not. If you are new to the tax system and don't have a TFN, phone **13 28 61**.

ARE YOU AN AUSTRALIAN RESIDENT?

For the meaning of Australian resident for tax purposes, see **Definitions** on page 71.

If you were an Australian resident for tax purposes for **all** of 2013–14, print **X** in the **Yes** box.

If you were an Australian resident for tax purposes for **part** of 2013–14, print **X** in the **Yes** box and complete **A2** on page 7 of your tax return. We need this information to work out your tax-free threshold.

If you were **not** an Australian resident for tax purposes for **all** of 2013–14, print **X** in the **No** box.

HAS ANY PART OF YOUR NAME CHANGED SINCE COMPLETING YOUR LAST TAX RETURN?

To find out how to update your name on our records, go to ato.gov.au/updatedetails or phone **13 28 61**.

WILL YOU NEED TO LODGE AN AUSTRALIAN TAX RETURN IN THE FUTURE?

This may be your last tax return if:

- your annual taxable income in the future will be below the tax-free threshold (\$18,200 for 2014–15)
- your only source of income in the future will be an Australian Government pension
- you will become eligible for the seniors and pensioners tax offset in 2014–15, and your rebate income is below the threshold for lodging a tax return this year (for threshold levels and eligibility for 2013–14, see pages 40–3)

- you are moving overseas permanently, or
- you are 60 years old or older and your only source of income is from superannuation benefits (both lump sum and income streams) that have already been subject to tax in the superannuation fund.

Depending on your situation, print **X** in the **Yes**, **Don't know** or **No** box.

DECEASED ESTATE

If you are completing this tax return for someone who has died, print DECEASED ESTATE on the top of page 1 of the tax return, and at the question **Will you need to lodge an Australian tax return in the future?** print **X** in the **No** box. The executor or administrator of the estate must sign the tax return on behalf of the deceased person and send it to us.

ELECTRONIC FUNDS TRANSFER (EFT)

Direct refund

We need your financial institution details to pay any refund owing to you, even if you have provided them to us before. Joint accounts are acceptable.

Complete the following:

- Bank state branch (BSB) number. This six-digit number identifies the financial institution (do not include spaces or hyphens).
- Account number. This number should not have more than nine characters, and should not include spaces.
- Account name. In most cases, your account name should be shown on your bank account records. It should include spaces between each word and between initials. If your account name exceeds 32 characters, provide the first 32 characters only.

1

Salary or wages

Did you earn income from any of the following where tax was withheld:

- salary and wages
- commissions
- bonuses
- income from part-time or casual work
- parental leave pay
- Dad and Partner Pay
- foreign employment
- amounts for lost salary or wages paid under
 - an income protection policy
 - a sickness or accident insurance policy, or
 - a workers compensation scheme?

No Go to question 2.

Yes Read on.

Answering this question

You need your *PAYG payment summary – individual non-business* and *PAYG payment summary – foreign employment*.

Completing your tax return

1 Print the type of occupation from which you earned most of your income at item **1**.

2 For each payment summary, write at item **1**:

- the payer's Australian business number (ABN) or withholding payer number
- write the 'Total Australian tax withheld' amounts under **Tax withheld**
- write the gross payment amounts under **Income**.

If you have five payment summaries or less, you have finished this question. Otherwise, repeat this step for your first four payment summaries, then go to step 3.

3 For your remaining payment summaries:

- add up the total tax withheld (including total Australian tax withheld for *PAYG payment summaries – foreign employment*) and write the total under **Tax withheld** at the left of **G**
- add up the gross payment amounts (including total gross payment amounts for *PAYG payment summaries – foreign employment*) and write the total under **Income** at **G**
- leave the ABN entry for that line blank.

2

Allowances, earnings, tips, directors fees etc

This question is about payments from working such as:

- employment allowances
- tips, gratuities
- consultation fees
- payments for voluntary and other services
- all payments from which tax was not withheld, such as
 - commissions, bonuses
 - casual job income
 - insurance payments (income protection, sickness and accident policies).

Employment allowances include:

- car and travel allowances, and reimbursements of car expenses
- award transport payments (paid under an industrial law or award that was in force on 29 October 1986)
- tool, clothing and laundry allowances
- dirt, height, site, first aid and risk allowances
- meal and entertainment allowances.

If you received a travel or overtime meal allowance paid under an industrial agreement, do not show it on your tax return if:

- you spent the whole amount on deductible expenses
- it was not shown on your payment summary, and
- it does not exceed the Commissioner's reasonable allowance amount.

You cannot claim deductions for the expenses that you paid for with that allowance.

- **For more information on reasonable allowances, you can go to ato.gov.au/instructions2014 and read question 2.**

Did you receive any of these payments?

No Go to question 3.

Yes Read on.

Answering this question

You will need your payment summaries or comparable statements.

Completing your tax return

- 1 Add up any tax withheld from these payments. Do not include any amounts of tax withheld you have shown at item 1.

Write the total under **Tax withheld** at item 2.

- 2 Add up all of these payments.
Write the total under **Income** at K.

3

Employer lump sum payments

Did you receive any lump sum payments from your employer for:

- unused annual leave or
- unused long service leave?

No Go to question 4.

Yes Read on.

Answering this question

You will need your *PAYG payment summary – individual non-business*, *PAYG payment summary – foreign employment* or a comparable statement from your payer that shows an amount at ‘Lump sum A’ or ‘Lump sum B’.

➤ You must go to **ato.gov.au/instructions2014** and read question 3 for instructions on what to do if you have:

- amounts at ‘Lump sum D’ or ‘Lump sum E’, or
- paid foreign tax.

Completing your tax return

If you do not have amounts shown at ‘Lump sum A’ on your payment summaries, go to step 4 below.

1 Add up the tax withheld from lump sum A amounts shown on your payment summaries.

Write the total under **Tax withheld** at the left of **R** item **3**.

2 Add up all lump sum A amounts on your payment summaries.

Write the total at **R**.

3 Print in the **TYPE** box at **R**:
R if the amount related to a genuine redundancy payment, an early retirement scheme payment, or the invalidity segment of an employment termination payment or superannuation benefit

T for all other situations.

Check with your payer if you are not sure.

If you do not have any amounts shown at ‘Lump sum B’ on your payment summaries, you have finished this question. Go to question 4. Otherwise, read on.

4 Add up the tax withheld from lump sum B amounts shown on your payment summaries.

Write the total under **Tax withheld** at the left of **H** item **3**.

5 Add up all lump sum B amounts on your payment summaries. Divide the total by 20. This is because only 5% is taxable.

Write the total at **H**.

4

Employment termination payments

Employment termination payments (ETPs) are payments you received because your employment was terminated. These payments appear on a *PAYG payment summary – employment termination payment*.

This item also covers:

- death benefit ETPs
- foreign ETPs
- late termination payments.

Do not show the following payments anywhere on your tax return:

- foreign termination payments
- ETPs you received as the trustee of a deceased estate.

Did you receive an ETP?

- No** Go to question 5.
Yes Read on.

Answering this question

You will need your *PAYG payment summary – employment termination payment*.

- For the meaning of the following terms and what to do if they apply to you, go to ato.gov.au/instructions2014 and read question 4:
 - foreign ETPs
 - late termination payments
 - transitional termination payments
 - foreign termination payments
 - death benefits dependants.
- You must go to ato.gov.au/instructions2014 and read question 4 for instructions on what to do if you received more than one ETP.

Completing your tax return

- 1 Write the date of payment and your payer's Australian business number (ABN) in the left column at item 4.
- 2 Write the amount of tax withheld under **Tax withheld** at the left of **I**.
- 3 Write the taxable component at **I**.
- 4 Print the ETP code for the payment in the **CODE** box at **I**.

If your *PAYG payment summary – employment termination payment* does not have an ETP code, contact the employer or payer. If you are unable to contact the employer or payer, select the code that best describes your payment from the following list:

Code	Description
R	if you received your ETP because of <ul style="list-style-type: none">■ early retirement scheme■ genuine redundancy■ invalidity■ compensation for<ul style="list-style-type: none">– personal injury– unfair dismissal– harassment– discrimination
O	if your ETP is not described by R , for example, you received it because of <ul style="list-style-type: none">■ golden handshake■ gratuity■ payment in lieu of notice■ payment for unused sick leave■ payment for unused rostered days off
S	if you received a code R ETP in 2013–14 and you had received another ETP (code R or code O), or a transitional termination payment, in an earlier income year for the same termination of employment

5

Australian Government allowances and payments

Code	Description
P	if you received a code O ETP in 2013–14 and you had received another ETP (code R or code O), or a transitional termination payment, in an earlier income year for the same termination of employment
D	if you received a death benefit ETP and you were a death benefits dependant
B	if you received a death benefit ETP in 2013–14 and you were not a death benefits dependant, and you had received another death benefit ETP in an earlier income year for the same termination of employment
N	if you received a death benefit ETP and you were not a death benefits dependant, and code B does not apply.

Did you receive any of the following Australian Government payments:

- Newstart allowance
- Youth Allowance
- Austudy payment
- parenting payment (partnered)
- partner allowance
- sickness allowance
- special benefit
- widow allowance
- exceptional circumstances relief payment
- interim income support payment
- an education payment of any of the following when you were 16 years old or older
 - ABSTUDY living allowance
 - payment under the Veterans' Children Education Scheme
 - payment shown as 'MRCA Education Allowance' on your payment summary
- other taxable Commonwealth education or training payments
- an income support component from a Community Development Employment Project (CDEP)
- a CDEP scheme participant supplement
- Disaster recovery allowance.

If you received an Interim Farm Household allowance, do not show it here; show it at item **24**.

No Go to question **6**.

Yes Read on.

Answering this question

You will need:

- your *PAYG payment summary – individual non-business*, or
- a letter from the agency that paid your allowance or payment stating the amount you received.

If you do not have this information, contact the agency that paid you.

Completing your tax return

- 1 Add up the tax withheld shown on each of your payment summaries and letters.

Write the total under **Tax withheld** at item 5.

- 2 Add up the gross payments shown on each of your payment summaries and letters.

Write the total at **A**.

6

Australian Government pensions and allowances

Did you receive any of the following Australian Government payments:

- age pension
- bereavement allowance
- carer payment
- disability support pension, if you have reached age-pension age
- education entry payment
- parenting payment (single)
- widow B pension
- wife pension, if either you or your partner was of age-pension age
- age service pension
- income support supplement
- Defence Force income support allowance (DFISA) where the pension, payment or allowance to which it relates is taxable
- DFISA-like payment from the Department of Veterans' Affairs (DVA)
- invalidity service pension, if you have reached age-pension age
- partner service pension?

No Go to question 7.

Yes Read on.

Answering this question

You will need:

- your *PAYG payment summary – individual non-business*, or
- a letter from the agency that paid your pension, allowance or payment stating the amount you received.

If you have not received this information, contact the agency that paid you.

Completing your tax return

- 1 Add up the tax withheld shown on each of your payment summaries and letters.

Write the total under **Tax withheld** at item 6.

- 2 Add up the gross payments shown on each of your payment summaries and letters.

Write the total at **B**.

7

Australian annuities and superannuation income streams

Australian **annuities** (also called non-superannuation annuities) are paid to you by Australian life insurance companies and friendly societies.

Australian **superannuation income streams** (including lump sum in arrears amounts) are paid to you by Australian superannuation funds, retirement savings account (RSA) providers and life insurance companies.

If you received a 'taxable Australian superannuation lump sum payment', do not show it here; show it at item 8.

Did you receive Australian annuities or superannuation income streams?

No Go to question 8.

Yes Read on.

Answering this question

You will need:

- for annuities
 - your *PAYG payment summary – individual non-business* which shows the amount of your annuity and its undeducted purchase price (UPP)
- for superannuation income streams
 - your *PAYG payment summary – superannuation income stream*.

7 Australian annuities and superannuation income streams

Completing your tax return

1 Superannuation income streams

Add up the taxed element amounts that appear under the heading 'Taxable component' on your superannuation income stream payment summaries.

Write the total at **J** item 7.

2 Add up any untaxed element amounts that appear under the heading 'Taxable component' on your superannuation income stream payment summaries.

Write the total at (a) in **worksheet 1** below. If you did not receive any, write **0**.

3 Annuities

If you did not receive Australian annuities, write **0** at (b) in **worksheet 1** below and go to step 4.

If you received Australian annuities, take the 'deductible amount' of the annuity's UPP away from the gross amount shown on your payment summary.

Write the total at (b) in **worksheet 1** below. If the answer is a negative write **0**.

If you had more than one annuity:

- work out the total for each annuity
- add these totals together, and
- write the amount at (b) in **worksheet 1**.

4 Complete **worksheet 1**.

Worksheet 1

Total untaxed element amounts (from step 2)	\$ <input type="text"/>	(a)
Total amounts from annuities (from step 3)	\$ <input type="text"/>	(b)
Add (a) and (b).	\$ <input type="text"/>	(c)

Transfer the amount at (c) to **N** item 7.

5 Add up the 'tax withheld' amounts on your payment summaries for your superannuation income streams and annuities.

Write the total in the left hand column under **Tax withheld** at item 7.

6 Did you receive 'superannuation income stream lump sums' in arrears?

No You have finished this question. Go to question **8**.

Yes Read on.

Add up all the taxed element amounts that appear under the heading 'Lump sum in arrears – taxable component' on your superannuation income stream payment summaries.

Write the total at **Y** item 7.

7 Add up all the untaxed element amounts that appear under the heading 'Lump sum in arrears – taxable component' on your superannuation income stream payment summaries.

Write the total at **Z** item 7.

'Lump sums in arrears' tax offset

You may be entitled to a tax offset if you received a superannuation income stream lump sum in arrears. You will need to provide further information. You must go to ato.gov.au/instructions2014 and read question 7 to complete this question.

8

Australian superannuation lump sum payments

This question is about Australian superannuation lump sum payments or superannuation death benefit payments you received, including those paid by:

- superannuation funds
- approved deposit funds
- retirement savings account providers
- life insurance companies.

It is also about any:

- amounts we paid to you in respect of the superannuation guarantee charge or the superannuation holding accounts special account
- payments you received from the unclaimed money registers.

Do not show on your tax return any:

- death benefit lump sum payments you received as a dependant of the deceased
- taxed element of a superannuation lump sum payment you received on or after your 60th birthday, unless it is a death benefit superannuation lump sum payment paid to you as a non-dependant
- amounts paid to you because you have a terminal medical condition.

Did you receive any of these payments?

No Go to question 9.

Yes Read on.

Answering this question

You will need your *PAYG payment summary – superannuation lump sum*. If you have not received it, contact your payer.

➤ You must go to ato.gov.au/instructions2014 and read question 8 if any of the following apply:

- you received more than one superannuation lump sum during the year, as you need to provide additional information
- you need to know who is considered a dependant of the deceased
- you had types of superannuation lump sum payments that are not covered by this question.

Completing your tax return

1 Write in the left column at item 8 the date of payment and your payer's Australian business number (ABN), as shown on your payment summary.

2 Write the total amount of tax withheld, as shown on your payment summary, under **Tax withheld** at item 8.

3 **Did you receive the lump sum payment as a death benefit but you were not a dependant of the deceased?**

No Go to step 4.

Yes Print **N** in the **TYPE** box at item 8. Read on.

4 From your payment summary, write at item 8:

- the taxed element amount at **Q**
- the untaxed element amount at **P**.

9

Attributed personal services income

Did you receive any attributed personal services income?

You must complete this item if you provided personal services and you:

- received a *PAYG payment summary – business and personal services income* showing an X against 'Personal services attributed income', or
- had personal services income attributed to you.

If you received personal services income as a sole trader, do not complete this item. You must complete question **14** on the *Tax return for individuals (supplementary section) 2014*. If this applies to you, then you cannot lodge a paper return. You must lodge your tax return using *e-tax* or a registered tax agent.

➔ Go to ato.gov.au/instructions2014 and read question **9** for more information about personal services income and when it may be attributed to you.

No Go to **Total tax withheld**.

Yes Read on.

Total tax withheld

Completing your tax return

1 Add up all the amounts in the left-hand column at items **1** to **9** on pages 2–3 of your tax return.

2 Write the total at **TOTAL TAX WITHHELD**.

Answering this question

You will need:

- your *PAYG payment summary – business and personal services income*
- details of any other personal services income attributed to you.

If you do not have this information, contact the person who paid you.

Completing your tax return

1 Write the total amount of tax withheld under **Tax withheld** at item **9**.

2 Write the total amount of personal services income attributed to you at **O**.

10

Gross interest

Was any interest paid or credited to you from any source in Australia?

Gross interest includes:

- interest from savings accounts, term deposits and cash management accounts
- interest we paid or credited to you
- interest from children's accounts you opened or operated with funds that you used as if they were yours
- tax file number (TFN) amounts, that is, amounts withheld by financial institutions because you did not provide your TFN or Australian business number (ABN) to them.

Read **Will you need *Individual tax return instructions supplement 2014?*** on page 3 if you received interest from other sources, including interest from a foreign source.

No Go to question **11**.

Yes Read on.

- You must go to **ato.gov.au/instructions2014** and read question 10 for information on how to treat:
 - children's accounts you operate
 - TFN amounts, and
 - non-resident withholding tax.

Completing your tax return

- 1 Add up the amounts of gross interest you received in 2013–14.
- 2 Write the total amount of your gross interest at **L** item **10**. If the total was less than \$1, do not write anything.
- 3 Add up all the TFN amounts shown on your statements, but do not include TFN amounts that we have already refunded to you.

Write the total at **M**.

Answering this question

You will need:

- your statements, passbooks and other documentation from your financial institutions and other sources that show 2013–14 interest income (TFN amounts are shown on your statement or document as 'Commonwealth tax' or 'TFN withholding tax')
- any notice of assessment or amended assessment you received from us during 2013–14 that shows interest on early payments or interest on overpayments.

Interest credited to a first home saver account is not assessable income. Do not include it anywhere on your tax return.

If you had a joint account, show only your share of the interest.

11

Dividends

Were you paid, or credited with, dividends from shares by Australian companies?

Dividends and distributions include:

- dividends applied under a dividend reinvestment plan
- dividends that were dealt with on your behalf
- bonus shares that qualify as dividends
- distributions by a corporate limited partnership
- dividends paid by a corporate unit trust, public trading trust or listed investment company.

No Go to question **12**.

Yes Read on.

Answering this question

You will need your statements from each Australian company that paid you dividends or made distributions to you between 1 July 2013 and 30 June 2014 inclusive.

If you had any shares in joint names, show only your proportion of the dividends.

Do not include dividends or a distribution on which family trust distribution tax has been paid.

➤ You must go to ato.gov.au/instructions2014 and read question 11 to find out how to complete this question if:

- you had shares and were under an obligation to make, or were likely to make, a related payment
- within 45 days of buying shares (90 days for certain preference shares), you either sold them or entered into an arrangement to reduce the risk of making a loss on them, or
- you received or were credited with amounts
 - related to a non-share equity interest
 - by a private company, as a shareholder or associate of a shareholder, in the form of payments, loans or debts forgiven

- by a trustee of a trust in the form of payments, loans or debts forgiven where a private company in which you were a shareholder, or an associate of a shareholder, had an unpaid present entitlement from the trust
- when you were not an Australian resident for tax purposes.

Completing your tax return

If your statement does not show franked and unfranked portions of the dividend, include the total dividend amount at **T** item **11** when you complete step 2.

- 1 Add up all the unfranked dividend amounts from your statements, including any tax file number (TFN) amounts withheld.

Write the total at **S**.

- 2 Add up all the franked dividend amounts from your statements and any other franked dividends paid or credited to you.

Write the total at **T**.

- 3 Add up the franking credit amounts shown on your statements.

Write the total at **U**.

- 4 Add up any TFN amounts withheld that have not been refunded to you.

Write the total at **V**.

12

Employee share schemes

This question is about **discounts** on employee share scheme interests (ESS interests) that you received under an employee share scheme. ESS interests are:

- shares
- stapled securities (provided at least one of the stapled interests is a share in a company)
- rights to acquire shares and stapled securities.

The discount is the difference between the market value of the ESS interests and the amount you paid to acquire them.

The ESS interests can:

- be from an Australian company or a foreign company
- relate to your employment inside or outside Australia.

Did any of the following apply to you?

- You received a discount on ESS interests acquired under a 'taxed-upfront scheme'.
- A 'deferred taxing point' occurred in respect of ESS interests you acquired at a discount under a 'tax-deferred scheme'.
- A 'cessation time' occurred during 2013–14 in relation to an ESS interest you acquired before 1 July 2009 under an employee share scheme, and you had not elected to be taxed upfront on the discount.

➤ For more information about cessation time and ESS interests acquired before 1 July 2009, go to ato.gov.au and search for 'Employee Share Schemes answers to frequently asked questions by employees'.

No Go to **Income from the supplementary section of your tax return.**

Yes Read on.

Answering this question

You will need your *Employee share scheme statement* from each employer with whom you participated in an employee share scheme. If you do not have all your employee share scheme statements, contact your employer.

You can use the Employee share schemes calculator at ato.gov.au/instructions2014 to help you answer this question.

- You must go to ato.gov.au/esemployee if any of the following apply:
- you were a temporary resident or foreign resident when you received your ESS interests
 - you received ESS interests from a foreign employer
 - you disposed of your ESS interests because of a corporate restructure or takeover and received replacement ESS interests.

Completing your tax return

If an associate of yours, for example your spouse, acquired an ESS interest as a result of your employment, you must include the discount in your assessable income. Your associate does not include the discount on their tax return.

- 1 Add up the discount amounts received from 'taxed-upfront schemes eligible for reduction' from your statements.

Write the total at **D** item **12**.

- 2 Add up the discount amounts you received from 'taxed-upfront schemes not eligible for reduction' from your statements.

Write the total at **E**.

- 3 Add up the discount amounts you received from 'deferral schemes' where a deferred taxing point occurred during 2013–14 from your statements.

Write the total at **F**.

4 Add up the discount amounts from ESS interests you acquired before 1 July 2009 from your statements where:

- you did not make an election to be taxed upfront at the time you received them, and
- a 'cessation time' occurred during 2013–14.

Write the total at **G**.

5 If you did not write an amount at **D**:

- add up the amounts that you wrote at **E**, **F** and **G**
- write the total at **B**, and
- go to step 8.

If you wrote an amount at **D**, you may be entitled to reduce the amount of the discounts received under 'taxed-upfront schemes' by up to \$1,000.

Calculate your taxable income as if you were **not** entitled to this reduction. If you had a taxable loss, treat it as zero for the purposes of this calculation.

Add up the following amounts:

- your taxable income
- your total reportable fringe benefits amounts (**W** item **IT1**)
- your reportable employer superannuation contributions (**T** item **IT2**)
- your net financial investment loss (**X** item **IT5**)
- your net rental property loss (**Y** item **IT6**)
- your deductible personal superannuation contributions (**H** item **D12**).

6 Is the amount you worked out at step 5 greater than \$180,000?

No Go to step 7.

Yes Read on.

Add up the amounts that you wrote at **D**, **E**, **F** and **G** and write the total at **B**.

Go to step 8.

7 If the amount at **D** is less than or equal to \$1,000, add up the amounts that you wrote at **E**, **F** and **G** and write the total at **B**.

If the amount at **D** is greater than \$1,000, add up the amounts at **D**, **E**, **F** and **G** then take \$1,000 away from the total. Write the answer at **B**.

8 Add up all the TFN amounts withheld from discounts from your statements and write the total at **C**.

9 If you did not pay foreign income tax in respect of any discounts you received, you have finished this question. Otherwise, read on.

Write at **A** the total amount of your discounts from ESS interests for which you are claiming a foreign income tax offset.

Income from the supplementary section of your tax return

Did you receive income that is shown on the supplementary section of your tax return?

If you are unsure, read **Will you need *Individual tax return instructions supplement 2014?*** on page 3.

No Go to **Total income or loss**.

Yes You must complete the relevant income questions on the *Tax return for individuals (supplementary section) 2014*, then read on.

Completing your tax return

- 1 Transfer the amount you wrote at **TOTAL SUPPLEMENT INCOME OR LOSS** on page 15 of your tax return (supplementary section) to **I** on page 3 of your tax return.

If the amount is a loss, print **L** in the **LOSS** box at the right of the amount.

Total income or loss

Completing your tax return

- 1 Add up all the amounts in the right-hand column for items **1** to **12** on pages 2 and 3 of your tax return.
- 2 If you have no amount at **I** below item **12** on your tax return go to step 3. Otherwise read on.

If the amount at **I** is a loss, take it away from your total from step 1. Otherwise, add the amount at **I** to your total from step 1.
- 3 Write the result at **TOTAL INCOME OR LOSS**.

If the amount is a loss, print **L** in the **LOSS** box at the right of the amount.

Claiming deductions

You may be able to claim deductions for **work-related expenses** you incurred while performing your job as an employee. You **incur** an expense in an income year when:

- you receive a bill or invoice for an expense that you are liable for and must pay (even if you don't pay it until after the end of the income year), or
- you do not receive a bill or invoice but you are charged and you pay for the expense.

If your expense includes an amount of goods and services tax (GST), the GST is part of the total expense and is therefore part of any deduction. For example, if you incurred union fees of \$440 which included \$40 GST, you claim a deduction for \$440.

Basic rules

The expense must not be private or domestic in nature. For example, the costs of normal travel to and from work, and buying lunch each day are private expenses. If you incurred an expense that was both work-related and private or domestic in nature, you can claim a deduction only for the work-related portion of the expense.

You cannot claim a deduction for an expense if:

- someone else paid the expense, or you were, or will be reimbursed for the expense, and
- the payment or reimbursement is a fringe benefit (including an exempt benefit).

If you were partially reimbursed for the expense, you can only claim the part that was not reimbursed.

Allowances

If you received an allowance that you showed at item **2** on your tax return, you may be able to claim a deduction for your expenses covered by the allowance. The expenses must be incurred in producing your employment income, and must meet the basic rules discussed above. For example, if you received a tools allowance of \$500 and your tool expenses were \$300, you include the whole amount of the allowance at item **2** on your tax return and claim a deduction of \$300 at item **D5**.

Decline in value of a depreciating asset

You may be able to claim a deduction for the decline in value of a depreciating asset you held during the 2013–14 year if you used it to produce income that you show on your tax return.

Depreciating assets include items such as tools, reference books, computers and office furniture.

You may be able to claim an immediate deduction for the full cost of depreciating assets costing \$300 or less. For more information, see the *Guide to depreciating assets 2014* (NAT 1996).

➤ Go to ato.gov.au/instructions2014 to get a copy of this publication.

Advance expenditure

If you have prepaid an amount for a service costing \$1,000 or more, and the service extends for a period of more than 12 months or beyond 30 June 2015 (such as a subscription to a journal relating to your profession), you can claim only the portion that relates to the 2013–14 income year. You can also claim the proportion of your pre-paid expenses from a previous year that relate to the 2013–14 income year. For more information, see *Deductions for prepaid expenses 2014* (NAT 4170).

➤ Go to ato.gov.au/instructions2014 to get a copy of this publication.

Record keeping for work-related expenses

You must be able to substantiate your claims for deductions with written evidence if the total amount of deductions you are claiming is greater than \$300. The \$300 does not include car and meal allowance, award transport payments allowance and travel allowance expenses. The records you keep must prove the total amount, not just the amount over \$300.

If the total amount you are claiming is \$300 or less, you need to be able to show how you worked out your claims, but you do not need written evidence.

D1

Work-related car expenses

Work-related car expenses are expenses you incurred as an employee for a car you:

- owned
- leased, or
- hired under a hire-purchase agreement.

Did you have any work-related car expenses?

- No** Go to question D2.
Yes Read on.

Answering this question

What can you claim?

You can claim car expenses you incurred for work-related purposes in 2013–14.

You can also claim the cost of using your car to travel directly between two separate places of employment, for example, when you have a second job.

You cannot claim for the normal trip between home and work, unless:

- you use your car to carry bulky tools or equipment (such as an extension ladder or cello) which you use for work and cannot leave at work
- your home is a base for employment (you start work at home and travelled to a workplace to continue work for the same employer), or
- you have shifting places of employment (you regularly work at more than one place each day).

You must claim at this item any work-related car expenses incurred in earning income shown on a *PAYG payment summary – foreign employment*.

- You must go to ato.gov.au/instructions2014 and read question D1 for more information about shifting places of employment.

Methods

You can choose one of the following methods to work out your work-related car expenses.

For work-related travel of 5,000 kilometres or less:

- cents per kilometre method, or
- logbook method.

For work-related travel over 5,000 kilometres:

- 12% of original value method
- one-third of actual expenses method, or
- logbook method.

If you qualify to use more than one method, you can use whichever gives you the largest deduction or is most convenient.

If you are not using the cents per kilometre method, you must go to ato.gov.au/instructions2014 and read question D1.

You can also go to ato.gov.au/instructions2014 and use our Work-related car expenses calculator to work out your claim.

Cents per kilometre method

The most you can claim using this method is 5,000 kilometres per car, even if you travelled more. No written evidence of expenses is necessary with this method, but you may need to show us how you worked out your work-related kilometres (for example, by producing diary records of work-related trips).

Completing your tax return

- 1 If you are using the 12% of original value method, one-third of actual expenses method, or logbook method, you must go to ato.gov.au/instructions2014 and read question D1, then go to step 4.

If you are using the cents per kilometre method, read on.

D1 Work-related car expenses

- 2 Use the following table to find out how much you can claim per kilometre (km) depending on your car's engine size.

Ordinary engine	Rotary engine	Cents per km
1,600cc or less (1.6 litre or less)	800cc or less	65 cents
1,601 to 2,600cc (Over 1.6 and up to 2.6 litre)	801–1,300cc	76 cents
2,601cc and over (Over 2.6 litre)	1,301cc and over	77 cents

- 3 Use the following table to work out the amount you can claim:

Total work-related kilometres (cannot be more than 5,000 km)	<input type="text"/>	(a)
Cents per km for your car's engine (65, 76 or 77 cents)	<input type="text"/>	(b)
Multiply (a) by (b).	<input type="text"/>	(c)
Divide (c) by 100.		
The result is the dollar amount you can claim.	<input type="text"/>	(d)

If you are claiming for more than one car using this method, repeat steps 2 and 3 for each car and add up all the amounts at (d).

- 4 Write the total of your claim at **A** item **D1**.
- 5 Print the relevant code letter from the table below in the **CLAIM TYPE** box beside the amount.

Method	Code letter
Cents per kilometre	S
12% of original value	T
One-third of actual expenses	O
Logbook	B

D2

Work-related travel expenses

This question is about travel expenses you incur that are directly related to your work as an employee. They include:

- public transport, including air travel and taxi fares
- bridge and road tolls, parking fees and short-term car hire
- meal, accommodation and incidental expenses you incur while away overnight for work
- expenses for motorcycles and vehicles with a carrying capacity of one tonne or more, or nine or more passengers, such as utility trucks and panel vans
- actual expenses (such as any petrol, oil and repair costs) you incur to travel in a car that is owned or leased by someone else.

If your employer provided a car for you or your relatives' exclusive use and you were entitled to use it for non-work purposes, you cannot claim a deduction for running costs (petrol, repairs). However, you can claim expenses such as parking and bridge and road tolls for work-related use.

Reasonable allowance amounts

If your travel allowance was not shown on your payment summary and was equal to or less than the reasonable allowance amount for your circumstances, you do not have to include the allowance at item 2 provided that you have fully spent it on deductible work-related travel expenses and you do not claim a deduction for these expenses.

- You must go to ato.gov.au/instructions2014 and read question D2 if any of the following apply:
- you had shifting places of employment
 - your allowance was above the reasonable allowance amounts.

Did you have any work-related travel expenses?

- No** Go to question D3.
Yes Read on.

Answering this question

You must have written evidence for the whole of your claim.

If you wish to claim meal, accommodation and incidental expenses you incurred while away overnight for work, use the table on page 75 to determine what evidence you need.

You must claim at this item any work-related travel expenses incurred in earning income shown on a *PAYG payment summary – foreign employment*.

Completing your tax return

1 Add up all your deductible travel expenses.

2 Write the total at **B** item **D2**.

D3

Work-related clothing, laundry and dry-cleaning expenses

You can claim expenses you incurred as an employee for work-related:

- protective clothing
- uniforms
- occupation-specific clothing, and
- laundering and dry-cleaning of clothing listed above.

You can claim the cost of a work uniform that is distinctive (such as one that has your employer's logo permanently attached to it) and it must be either:

- a **non-compulsory uniform** that your employer has registered with AusIndustry (check with your employer if you are not sure), or
- a **compulsory uniform** that can be a set of clothing or a single item that identifies you as an employee of an organisation. There must be a strictly enforced policy making it compulsory to wear that clothing at work. Items may include shoes, stockings, socks and jumpers where they are an essential part of a distinctive compulsory uniform and the colour, style and type are specified in your employer's policy.

You can also claim the cost of:

- **occupation-specific clothing** which allows people to easily recognise that occupation (such as the checked pants a chef wears when working) and which are not for everyday use
- **protective clothing and footwear** to protect you from the risk of illness or injury, or to prevent damage to your ordinary clothes, caused by your work or work environment. Items may include fire-resistant clothing, sun protection clothing, safety-coloured vests, non-slip nurse's shoes, steel-capped boots, gloves, overalls, aprons, and heavy duty shirts and trousers (but not jeans). You can claim the cost of protective equipment, such as hard hats and safety glasses at item **D5**.

You can also claim the cost of renting, repairing and cleaning any of the above work-related clothing.

D3 Work-related clothing, laundry and dry-cleaning expenses

You cannot claim the cost of purchasing or cleaning plain uniforms or clothes, such as black trousers, white shirts, suits or stockings, even if your employer requires you to wear them.

➤ You can go to ato.gov.au/instructions2014 and read question D3 for more information.

Did you have any work-related clothing, laundry or dry-cleaning expenses?

No Go to question D4.

Yes Read on.

Answering this question

You will need:

- receipts, invoices or other written evidence, and
- diary records of your laundry costs if
 - the amount of your laundry expenses claim is greater than \$150, and
 - your total claim for work-related expenses exceeds \$300.

You must claim at this item any deductible work-related clothing, laundry and dry-cleaning expenses incurred in earning income shown on a *PAYG payment summary – foreign employment*.

If you did washing, drying or ironing yourself, you can use a reasonable basis to calculate the amount, such as \$1 per load for work-related clothing, or 50 cents per load if other laundry items were included.

You can go to ato.gov.au/instructions2014 and use our Work related uniform expenses calculator to work out your claim.

Completing your tax return

- 1 Add up all your deductible work-related clothing, laundry and dry-cleaning expenses.
- 2 Write the total at **C** item **D3**.
- 3 Select the code letter that describes the main type of clothing you are claiming for:

C	compulsory work uniform
N	non-compulsory work uniform
S	occupation-specific clothing
P	protective clothing

Print the letter in the **CLAIM TYPE** box at **C** item **D3**.

D4

Work-related self-education expenses

This question is about self-education expenses that are related to your work as an employee and which you incur when you do a course to get a formal qualification from a school, college, university or other place of education.

To claim a deduction here, you must have met **one** of the following conditions when you incurred the expense:

- the course maintained or improved a skill or specific knowledge required for your work activities at that time
- you could show that the course was leading to, or was likely to lead to, increased income from your work activities at that time
- other circumstances existed which established a direct connection between the course and your work activities at that time.

You cannot claim a deduction for self-education expenses for a course that:

- relates only in a general way to your current employment or profession, or
- will enable you to get new employment.

You cannot claim any deductions against government assistance payments, including Austudy, ABSTUDY and Youth Allowance. You can go to ato.gov.au/studyexpensechanges for more information.

Examples of expenses you can claim are textbooks, stationery, student union fees, student services and amenities fees, the decline in value of your computer, and certain course fees.

You must claim at this item any self-education expenses incurred in earning income shown on a *PAYG payment summary – foreign employment*.

Did you have any of these self-education expenses?

- No** Go to question **D5**.
Yes Read on.

Completing your tax return

To work out your claim, you can go to ato.gov.au/instructions2014 and use the Self-education expenses calculator or use the worksheet below.

- 1 If you used the calculator, transfer the amount you worked out to **D** item **D4** on your tax return and then go to step 6.

If you are not using the calculator, read on.

- 2 Add up your self-education expenses under the following categories:

Worksheet

Category	Your amount
A General expenses that are deductible, including textbooks, stationery, student union fees, student services and amenities fees, course fees and public transport fares	
You cannot claim as course fees contributions you made under the Higher Education Contribution Scheme Higher Education Loan Program (HECS-HELP), or repayments under Student Financial Supplement Scheme (SFSS).	
Include car expenses (other than the decline in value of a car) worked out under the 'logbook' or 'one-third of actual expenses' method. For more information, see question D1 on pages 25–6.	<input type="text"/>

D4 Work-related self-education expenses

Category	Your amount
B Deductions for the decline in value of depreciating assets used for self-education, including computers and cars for which you are claiming deductions under the 'logbook' or 'one-third of actual expenses' method	\$ <input type="text"/>
C Expenses for repairs to items of equipment used for self-education	\$ <input type="text"/>
D Car expenses related to your self-education for which you are claiming deductions under the 'cents per kilometre' or '12% of original value' method. (If you have included deductions for the decline in value of or repairs to your car under category B or C, you cannot claim car expenses under this category.)	\$ <input type="text"/>
E Self-education expenses that are not deductible, which are: <ul style="list-style-type: none"> ■ private costs, including non-deductible travel and childcare costs, and ■ capital costs, like the purchase price of a desk or computer Do not include: <ul style="list-style-type: none"> ■ contributions you made under HECS-HELP, or ■ repayments under Higher Education Loan Program (HELP) or SFSS. 	\$ <input type="text"/>

Use your amounts from the worksheet above to complete the following steps.

3 If you had any category A expenses, go to step 4. Otherwise, read on.

Add B, C and D.	\$ <input type="text"/> (f)
-----------------	-----------------------------

Transfer the amount at (f) to **D** item **D4**. Go to step 6.

4 Add C, D and E. (g)

If the amount at (g) is less than \$250, go to step 5. Otherwise, read on.

Add A, B, C and D.	\$ <input type="text"/> (h)
--------------------	-----------------------------

Transfer the amount at (h) to **D** item **D4**. Go to step 6.

5 In working out what you can claim, certain costs are reduced by \$250.

Take the amount at (g) away from \$250.	\$ <input type="text"/> (i)
---	-----------------------------

Take the amount at (i) away from your category A amount. If the result is zero or less, write 0 at (j).	\$ <input type="text"/> (j)
--	-----------------------------

Add B, C and D.	\$ <input type="text"/> (k)
-----------------	-----------------------------

Add (k) and (j).	\$ <input type="text"/> (l)
------------------	-----------------------------

Transfer the amount at (l) to **D** item **D4**. Go to step 6.

6 Select the code letter that best describes your circumstances at the time you incurred the expenses.

- K** The study maintained or improved a skill or specific knowledge required for your work activities.
- I** You could show that the study was leading to, or was likely to lead to, increased income from your work activities.
- O** Other circumstances existed which established a direct connection between your self-education and your work activities as an employee.

7 Print your code letter from step 6 in the **CLAIM TYPE** box at **D**.

D5

Other work-related expenses

Other work-related expenses are expenses you incurred as an employee and have not already claimed anywhere else on your tax return. These include:

- union fees and subscriptions to trade, business or professional associations
- certain overtime meal expenses
- professional seminars, courses, conferences and workshops
- reference books, technical journals and trade magazines
- safety items such as hard hats, safety glasses and sunscreens
- the work-related proportion of some computer, phone and home office expenses
- tools and equipment and professional libraries (you may be able to claim an immediate deduction for the full cost of depreciating assets costing \$300 or less; for more information see the *Guide to depreciating assets 2014*.)

You can claim overtime meal expenses only if they were paid under an industrial law, award or agreement and you have included the amount of the overtime meals allowance as income at item **2**. If your claim is more than \$27.70 per meal, you must have written evidence, such as receipts or diary entries, which show the cost of the meals.

You cannot claim a deduction for certain items provided to you by your employer, or if your employer paid or reimbursed you for some or all of the cost of those items, and the item was exempt from fringe benefits tax.

For more information on calculating home office expenses and to use our Home office expenses calculator, go to ato.gov.au/instructions2014 and read question D5.

For more information about what you can claim at this item, you can go to ato.gov.au/instructions2014 and read question D5.

Did you have any other work-related expenses?

No Go to question **D6**.

Yes Read on.

Answering this question

You may need:

- receipts, invoices or written evidence
- statements from your bank, building society or credit union
- your *PAYG payment summary – individual non-business*
- your *PAYG payment summary – foreign employment*.

If your total claim for all work-related expenses exceeds \$300, you must have written evidence.

To work out the amount you can claim for depreciating assets, read the *Guide to depreciating assets 2014* (NAT 1996). Go to ato.gov.au/instructions2014 to get a copy of this publication.

You must claim at this item any other work-related expenses incurred in earning income shown on a *PAYG payment summary – foreign employment*, provided you have not already claimed the expense anywhere else on your tax return.

Completing your tax return

- 1 Add up all the expenses that you can claim at this item.
- 2 Write the total at **E** item **D5**.

D6

Low-value pool deduction

This question is about claiming a deduction for the decline in value of **low-cost** and **low-value** assets that you:

- used in the course of producing income you show on your tax return, and
- allocated to what is called a **low-value pool**.

Low-cost assets are depreciating assets that cost less than \$1,000.

Low-value assets are depreciating assets that are not low-cost assets but which, on 1 July 2013, had been written off to less than \$1,000 under the diminishing value method.

Assets you can allocate to a low-value pool include assets you use:

- in your work as an employee (see questions **D1** to **D5**), or
- to gain rental income (see question **21** in the *Individual tax return instructions supplement 2014*).

If you claim the deduction at this item, do not claim it at items **D1** to **D5** and **21**.

If your low-value pool contains only assets used in business, you cannot lodge a paper tax return. You must lodge your tax return using *e-tax* or a registered tax agent.

Did you allocate assets to a low-value pool in 2013–14 or in a previous year?

No Go to question **D7**.

Yes Read on.

Completing your tax return

- 1 Go to ato.gov.au/instructions2014 and complete worksheet 1 in question D6.
Transfer the amount you worked out at (i) on worksheet 1 to **K** item **D6**.
- 2 You will need the closing pool balance for 2013–14 to calculate your low-value pool deduction for next year. Go to ato.gov.au/instructions2014 and complete worksheet 2 in question D6. Keep a record of your 2013–14 closing pool balance for next year's tax return.

Answering this question

- You must go to ato.gov.au/instructions2014 to complete this question.

D7

Interest deductions

Did you incur expenses in earning the interest you declared at item 10?

Expenses include:

- bank or other financial institution account-keeping fees for accounts held for investment purposes
- fees for investment advice relating to changes in the mix of your investments
- interest you paid on money you borrowed to purchase income-producing investments.

No Go to question D8.

Yes Read on.

Answering this question

You will need your bank or financial institution statements or passbooks.

If you had a joint account or if you shared an interest-earning investment, show only your share of the joint expenses.

➤ You must go to ato.gov.au/instructions2014 and read question D7 if any of the following apply:

- you borrowed money for both private and investment purposes
- you used equipment, such as a computer, for both private purposes and to manage your investments.

Completing your tax return

1 Add up all your deductions for this item.

2 Write the total at I item D7.

D8

Dividend deductions

Did you incur expenses in earning the dividend income you declared at item 11?

Expenses include:

- fees for investment advice relating to changes in the mix of your investments
- interest paid on money borrowed to purchase shares or similar investments
- costs relating to managing your investments, such as travel and buying specialist investment journals or subscriptions.

You must also complete this item if your dividends included an amount for capital gain from a listed investment company (LIC).

No Go to question D9.

Yes Read on.

Answering this question

If you had joint share investments or similar shared investments, show only your share of joint expenses.

If you borrowed money to purchase assets for your private use and income-producing investments, you can claim only the portion of the interest expenses relating to the income-producing investments.

You will need the dividend statements that you used at item 11 that show the dividends received from a LIC.

If you were an Australian resident for tax purposes when a LIC paid you a dividend and the dividend included a LIC capital gain amount, you can claim a deduction of 50% of the LIC capital gain amount. The LIC capital gain amount appears separately on your dividend statement.

- You must go to ato.gov.au/instructions2014 to get a copy of *You and your shares 2014* (NAT 2632) and read question D8 if any of the following apply:
- you had interest on investments under a capital protected borrowing – this interest may not be fully deductible
 - you had interest on borrowings relating to certain overseas investments – your claim may be affected by the thin capitalisation rules.

Completing your tax return

- 1 Add up all your deductions for this item.
- 2 Write the total at H item D8.

D9

Gifts or donations

Did you make a gift or donation of \$2 or more to an approved organisation?

Your receipt should show whether your donation is tax-deductible.

To check whether an organisation is an approved organisation, contact them or go to abn.business.gov.au

Generally, you cannot claim a deduction for a gift or donation if you received something in return (for example, raffle tickets or a dinner).

- No** Go to question D10.
Yes Read on.

Answering this question

If you made one or more donations of \$2 or more to bucket collections conducted by an approved organisation for natural disaster victims, you can claim a tax deduction of up to \$10 for the total of those contributions without a receipt.

You can go to ato.gov.au/instructions2014 and read question D9 for more information about gifts and donations.

- You must go to ato.gov.au/instructions2014 and read question D9 if you had any of the following:
- gifts of property and shares
 - contributions to fund-raising events
 - political donations.

Completing your tax return

- 1 Add up the amounts of all gifts and donations you are entitled to claim.
- 2 Write the total at J item D9.

D10

Cost of managing tax affairs

Did you incur expenses in managing your tax affairs?

No Go to **Deductions from the supplementary section of your tax return.**

Yes Read on.

Answering this question

The cost of managing your tax affairs includes:

- preparing and lodging your tax return and activity statements
- fees paid to a recognised tax adviser for preparing and lodging your tax return
- travel to obtain tax advice from a recognised tax adviser
- buying tax reference material
- dealing with us about your tax affairs
- appeals made to the Administrative Appeals Tribunal or courts in relation to your tax affairs
- an interest charge we imposed on you.

You can also claim any costs you incurred in complying with your legal obligations relating to another person's tax affairs.

You cannot claim:

- the cost of tax advice given by a person who is not a recognised tax adviser
- a deduction for tax shortfall and other penalties for failing to meet your obligations.

➤ You must go to **ato.gov.au/instructions2014** and read question D10 if any of the following apply:

- you want to claim a deduction for an interest charge we imposed on you
- you want to find out if your tax adviser is a recognised tax adviser.

Completing your tax return

- 1 Add up the costs of managing your tax affairs.
- 2 Write the total at **M** item **D10**.

Deductions from the supplementary section of your tax return

Do you have any deductions that are shown on the supplementary section of your tax return?

If you are unsure, read **Will you need *Individual tax return instructions supplement 2014?*** on page 3.

No Go to **Total deductions**.

Yes You must complete the relevant deduction questions on the *Tax return for individuals (supplementary section) 2014*, then read on.

Completing your tax return

- 1 Transfer the amount you wrote at **TOTAL SUPPLEMENT DEDUCTIONS** on page 15 of your tax return (supplementary section) to item **D** on page 4 of your tax return.

Total deductions

Completing your tax return

- 1 Add up the deductions you claimed at items **D1** to **D10** and **D** on page 4 of your tax return.

If you did not claim any deductions on the *Tax return for individuals (supplementary section) 2014* you will not have an amount at **D**.

- 2 Write the result at **TOTAL DEDUCTIONS** on your tax return.

Subtotal

Completing your tax return

If you show income at **TOTAL INCOME OR LOSS** on page 3 of your tax return:

- take away the amount at **TOTAL DEDUCTIONS** from the amount at **TOTAL INCOME OR LOSS**
- write the result at **SUBTOTAL**
- if the amount at **SUBTOTAL** is less than zero, print **L** in the **LOSS** box at the right of the amount.

If you show a loss at **TOTAL INCOME OR LOSS** on page 3 of your tax return:

- add the amount at **TOTAL DEDUCTIONS** to the amount at **TOTAL INCOME OR LOSS**
- write the result at **SUBTOTAL**; print **L** in the **LOSS** box at the right of the amount.

L1

Tax losses of earlier income years

Do you have tax losses from earlier income years?

No Go to **Taxable income or loss**.

Yes Read on.

Do not show at this item:

- capital losses
- expenses and losses you incurred in earning foreign income
- deferred non-commercial business losses from a prior year.

Answering this question

Complete this item if you have a tax loss from an earlier income year which you have not claimed as a deduction.

You may have a tax loss at item **L1** this year which you may be able to claim as a deduction. You must complete this item whether or not you are able to claim a deduction for the loss this year.

To complete this item on your tax return you will need records of your tax losses from earlier income years.

 You must go to ato.gov.au/instructions2014 to complete this question.

Completing your tax return

- 1 To work out your tax losses of earlier income years, go to ato.gov.au/instructions2014 and use the worksheets in question L1.
- 2 Write the relevant amounts at item **L1**.

Taxable income or loss

Did you show amounts at F or Z at item L1?

No Go to step 1.

Yes Go to step 2.

Completing your tax return

- 1 Transfer the amount you have shown at **SUBTOTAL** on page 4 of your tax return to **TAXABLE INCOME OR LOSS**.

If the amount is less than zero, print **L** in the **LOSS** box at the right of the amount. Keep a record of this amount to work out your tax losses of earlier income years for next year.

You have now completed this section. Go to question **T1**.

- 2 Add up the amounts at **F** and **Z** at item **L1**. Take the total away from the amount you wrote at **SUBTOTAL**.

- 3 Write the result at **TAXABLE INCOME OR LOSS** on your tax return.

You cannot have a loss at **TAXABLE INCOME OR LOSS** if you had amounts at **F** or **Z**.

T1

Spouse (without dependent child or student)

Did you have a dependent spouse who was born before 1 July 1952, for all or part of the year?

For the meaning of spouse, see **Definitions** on page 74.

No Go to question **T2**.

Yes Read on.

Completing your tax return

1 If you used our Spouse (without dependent child or student) tax offset calculator to work out your claim, go to step 3. Otherwise, read on.

Complete **worksheet 1** on page 39.

If you had more than one eligible dependent spouse at different times during the year, you will need to complete the worksheet for each spouse and then add up the amounts.

Answering this question

Dependent spouse

You may be able to claim this tax offset if:

- your adjusted taxable income (ATI) for 2013–14 was \$150,000 or less, and
- your spouse's ATI for 2013–14 was less than \$10,166.

For the meaning of ATI, see **Definitions** on page 70.

You can claim the tax offset for any period in 2013–14 that you had a spouse and you met **all** these conditions:

- you maintained your spouse (see **Maintaining a dependant** on page 73)
- your spouse was a resident (if you are not sure, read **Australian resident for tax purposes** on page 71)
- you were a resident at any time in 2013–14
- if you had a dependent child or student, neither you nor your spouse (during any period they were your spouse) was eligible for family tax benefit (FTB) Part B, or if one of you was eligible for it, eligibility was at the shared-care rate only
- neither you nor your spouse (during any period they were your spouse) received parental leave pay.

Receiving Dad and Partner Pay does not affect your entitlement to this tax offset.

You can go to ato.gov.au/instructions2014 and use our Spouse (without dependent child or student) tax offset calculator to work out your claim.

T1 Spouse (without dependent child or student)

Worksheet 1

If you had a dependent spouse for the whole year and neither of you were eligible for FTB Part B or received parental leave pay at any time during the year, write \$2,471 at (c), then continue from there.

If you had a dependent spouse for only part of the year and neither of you were eligible for FTB Part B or parental leave pay during that period, work out the number of days you had a spouse and multiply this number by \$6.77 (the daily rate). Write the amount at (c), then continue from there.

If you or your spouse were eligible for FTB Part B or parental leave pay at any time during the year, for the period you had a dependent spouse, work out the number of days that **neither** of you were eligible for FTB Part B or received parental leave pay. Multiply this number by \$6.77. Write the amount at (a).

\$ (a)

If you or your spouse were eligible for FTB Part B at a shared-care rate at any time during the year, work through (p) to (s) below for the period you had a dependent spouse. (If the FTB shared-care percentage changed during the year, work through (p) to (s) for each period it was different.)

Work out the number of days that you or your spouse was eligible for FTB Part B at a shared-care rate and write the answer at (p).

(p)

Multiply the number of days from (p) by \$6.77 and write the answer at (q).

\$ (q)

Take the FTB shared-care percentage away from 100% and write the answer at (r).

% (r)

Multiply the amount from (q) by the percentage from (r) and write the answer at (s).

\$ (s)

Write the amount from (s) at (b). If the FTB shared-care percentage changed during the year, add up the amounts from (s) and write the total at (b).

\$ (b)

Add (a) and (b). Write the answer at (c).

The amount at (c) is your maximum dependent spouse tax offset. It cannot be more than \$2,471.

\$ (c)

If your spouse's ATI for the period you are claiming the dependent spouse tax offset was less than \$286, the amount at (c) is your dependent spouse tax offset. Write this amount at (e) and go to step 2.

If your spouse's ATI was \$286 or more for the period you are claiming a dependent spouse tax offset, deduct \$282 from their ATI and divide the remaining amount by 4. Round this down to the nearest dollar.

Write the answer at (d).

\$ (d)

Take (d) away from (c). Write the answer at (e).

\$ (e)

T1 Spouse (without dependent child or student)

2 The amount at (e) is your dependent spouse tax offset. Write this amount at **P** item **T1**. Go to step 4.

3 The amount you worked out using the online calculator is your tax offset. If you had more than one eligible dependent spouse at different times during the year, you will need to use the calculator for each spouse and then add up the amounts.

Write this amount at **P** item **T1**. Read on.

4 **Did you have more than one dependent spouse during the income year?**

No You have finished this question. Go to question **T2**.

Yes Read on.

5 **Was at least one of your dependent spouses born on or before 30 June 1952?**

No Print **X** in the **No** box to the right of 'Did you have a dependent spouse born on or before 30 June 1952?'

Yes Print **X** in the **Yes** box to the right of 'Did you have a dependent spouse born on or before 30 June 1952?'

You have now finished this question. Go to question **T2**.

T2

Seniors and pensioners (includes self-funded retirees)

You can claim the seniors and pensioners tax offset if you meet certain conditions relating to:

- eligibility for Australian Government pensions or allowances, and
- income.

If you have a spouse:

- you also need to work out whether they were eligible
- you may not get the seniors and pensioners tax offset even if you meet all the eligibility conditions as the amount of the tax offset is based on your individual rebate income, not your combined rebate income.

For the meaning of spouse and combined rebate income, see **Definitions** on page 74.

You cannot claim this tax offset if you were in jail for the whole of 2013–14.

Answering this question

If you are eligible for this tax offset, we will use the information you provide at this question to work out the amount of your tax offset for you.

You can also use the beneficiary tax offset and seniors and pensioners tax offset calculator at ato.gov.au/instructions2014 to work out:

- whether you are eligible for this tax offset
- an estimate of your tax offset.

Condition 1: Eligibility for Australian Government pensions and similar payments

Did any of the following apply to you in 2013–14?

- A** You showed at item **6** on your tax return:
- an Australian Government pension or allowance from Centrelink, or
 - a pension, allowance or benefit from the Department of Veterans' Affairs (DVA).
- B** You met the Centrelink age pension age requirement and were eligible for an Australian Government age pension during 2013–14, but did not receive it because you did not make a claim or because of the application of the income test or the assets test, **and** you satisfy one of the following:
- you have been an Australian resident for age-pension purposes for 10 years or more, of which at least five years were continuous
 - you have a qualifying residence exemption because you arrived in Australia as a refugee or under a special humanitarian program
 - you are a woman who was widowed in Australia (at a time when both you and your late partner were Australian residents), you have made a claim for the age pension and you had two years residence immediately before your claim
 - you received a widow B pension, widow allowance, mature age allowance or partner allowance immediately before turning age-pension age
 - you would qualify under an international social security agreement.

To find out whether you meet the Centrelink age pension age requirement, see **Definitions** on page 74.

If you are not sure whether you were eligible for a payment, go to **humanservices.gov.au** or phone the Department of Human Services on **13 24 68**.

- C** You met the veteran pension age test and were eligible for a pension, allowance or benefit from Veterans' Affairs during 2013–14, but did not receive it because you did not make a claim or because of the application of the income test or the assets test, **and** you are:
- a veteran with eligible war service, or
 - a Commonwealth veteran, allied veteran or allied mariner with qualifying service.

To find out whether you meet the veteran pension age test, see **Definitions** on page 75.

If you are not sure whether you were eligible for a payment, go to the DVA website or phone Veterans' Affairs on **13 32 54**.

- Yes** You meet **condition 1**. Go to **condition 2**.
No You are not eligible for this tax offset. Go to question **T3**.

Condition 2: Income

You must work out your rebate income to answer this question. You can use the worksheet on page 74, or go to **ato.gov.au/instructions2014** and use our Income tests calculator.

Did any of the following apply to you in 2013–14?

- You did not have a spouse, and your rebate income was less than \$50,119.
- You had a spouse, and the combined rebate income of you and your spouse was less than \$83,580.
- At any time during the year you and your spouse had to live apart due to illness or because one of you was in a nursing home, and the combined rebate income of you and your spouse was less than \$95,198.

- No** You are not eligible for this tax offset. Go to question **T3**.
Yes You meet **condition 2**. Read on.

T2 Seniors and pensioners (includes self-funded retirees)

Completing your tax return

- 1 Use the table below and select all the code letters that applied to you at any time in 2013–14.

Seniors and pensioners tax offset code letters	
You were single, separated or widowed.	A
You and your spouse: <ul style="list-style-type: none"> ■ were both eligible for the seniors and pensioners tax offset, and ■ 'had to live apart due to illness'* or lived apart because one of you was in a nursing home. 	B
<ul style="list-style-type: none"> ■ Your spouse was not eligible for the seniors and pensioners tax offset, and ■ you and your spouse 'had to live apart due to illness'* or lived apart because one of you was in a nursing home. 	C
You and your spouse: <ul style="list-style-type: none"> ■ lived together, and ■ were both eligible for the seniors and pensioners tax offset. 	D
You and your spouse lived together, and your spouse was not eligible for the seniors and pensioners tax offset.	E

* **Had to live apart due to illness** refers to situations where you and your spouse did not live together because one or both of you have an indefinitely continuing illness or infirmity, and as a result your combined living expenses were increased.

Did more than one code letter apply?

- No** Go to step 2.
Yes If one of the circumstances in the table below applied to you use the relevant code.
 Otherwise, use the first code letter that applied to you in the previous table.
 We will work out which circumstance gives you the highest tax offset.

Both A and B applied, and your spouse's taxable income was less than \$18,334	B
Both A and D applied, and your spouse's taxable income was less than \$12,494	D

Your spouse's taxable income is the amount shown at label **O** on page 9 of your tax return.

- 2 Print your code letter in the **TAX OFFSET CODE** box at **N** item **T2**, then read on.

3 Are you or your spouse a veteran, war widow or war widower?

- No** Go to step 4.
Yes Read on.

Use the table below to work out which code letter applies to your circumstances.

Veteran code letters	
You were a veteran, war widow or war widower.	V
Your spouse was a veteran, war widow or war widower.	W
Both V and W apply.	X

Print the code letter in the **VETERAN CODE** box at **Y** item **T2**, then read on.

4 You must read **Income tests** on pages 62–7 and complete all Income tests items.

5 If your seniors and pensioners tax offset code letter is **A**, go to question **T3**.

If your seniors and pensioners tax offset code letter is **B, C, D** or **E**, you must complete **Spouse details – married or de facto** on pages 8–9 of your tax return.

Any unused portion of tax offset

If both you and your spouse are eligible for the seniors and pensioners tax offset and one of you does not use it all, the unused portion may be available for transfer to the other person. We will work this out automatically and transfer any entitlement.

T3

Australian superannuation income stream

Have you shown income from an Australian superannuation income stream at item 7 on your tax return?

No Go to **Tax offsets from the supplementary section of your tax return**.

Yes You may be entitled to a tax offset. Read on.

If you have shown income from an Australian superannuation income stream at item 7 on your tax return, you may be entitled to a tax offset equal to:

- 15% of the taxed element, or
- 10% of the untaxed element of your superannuation income stream benefit.

Answering this question

The tax offset amount will be shown on your *PAYG payment summary – superannuation income stream*. If you have not received it, or you disagree with the amount shown on it, contact your payer.

- **If your payment summary does not show the tax offset amount, you must go to ato.gov.au/instructions2014 and read question T3 to calculate the offset.**

Completing your tax return

- 1** Add up the tax offsets shown on your payment summaries.
- 2** Write the total at **S** item **T3**.

Tax offsets from the supplementary section of your tax return

Are you entitled to any tax offsets that are shown on the supplementary section of your tax return?

If you are unsure, read **Will you need *Individual tax return instructions supplement 2014?*** on page 3.

No Go to **Total tax offsets**.

Yes You must complete the relevant tax offset questions on the *Tax return for individuals (supplementary section) 2014*, then read on.

Completing your tax return

- 1 Transfer the amount you wrote at **TOTAL SUPPLEMENT TAX OFFSETS** on page 16 of your tax return (supplementary section) to **T** on page 5 of your tax return.

Total tax offsets

Completing your tax return

- 1 Add up all the tax offset amounts you claimed at items **T1**, **T3** and **T** on your tax return. (We work out the amounts at items **T2** automatically.)

If you did not claim any tax offsets in the *Tax return for individuals (supplementary section) 2014* you will not have an amount at **T**.

- 2 Write the total at **TOTAL TAX OFFSETS** on page 5 of your tax return.

Mature age worker tax offset

If you were an Australian resident born before 1 July 1957 and you have received certain income from working, you may be eligible for the mature age worker tax offset.

If you have partnership, personal services or business income, you may need to complete item **T9 Net income from working – supplementary section** so we can work out your mature age worker tax offset entitlement.

To work out whether you need to complete this item, go to ato.gov.au/instructions2014 and read question T9.

Adjustments from the supplementary section of your tax return

Completing your tax return

Did you receive a distribution during 2013–14 on which family trust distribution tax has been paid?

Yes Read question **A4** in *Individual tax return instructions supplement 2014*. You may be entitled to an adjustment.

No Read on.

Did you make a payment to us more than 14 days before the due date for payment?

Yes Read question **C1** in *Individual tax return instructions supplement 2014*. You may be able to claim credit for interest on early payments.

No Go to **M1**.

M1

Medicare levy reduction or exemption

Australian residents for tax purposes are subject to a Medicare levy of 1.5% of their taxable income unless they qualify for a reduction or exemption.

If you were not an Australian resident for tax purposes for all of 2013–14, you are exempt from the Medicare levy. Claim your exemption at Part B of this question.

For the meaning of Australian resident for tax purposes, see **Definitions** on page 71.

A Medicare levy reduction is based on your taxable income. A Medicare levy exemption is based on specific categories. You need to consider your eligibility for a reduction or an exemption separately.

Part A – Medicare levy reduction

Answering this question

Your eligibility for a Medicare levy reduction is based on your taxable income, your spouse’s taxable income and the number of dependent children you have.

Your taxable income must be equal to or less than the relevant upper threshold in **table 1** for you to qualify for a reduction. If your taxable income is equal to or less than the relevant lower threshold, you do not pay the Medicare levy.

We will work out any reduction for you.

Table 1

Individual taxable income thresholds		
	Eligible for seniors and pensioners tax offset	All other taxpayers
Lower	\$32,279	\$20,542
Upper	\$37,975	\$24,167

If you were single and you had no dependent children during the income year, go to **Part B – Medicare levy exemption**.

A dependent child is any child who was an Australian resident whom you maintained in 2013–14 and whose adjusted taxable income was less than the relevant ATI amount. For the meaning of dependent child, see **Definitions** on page 72.

Reductions based on family income

Family taxable income is the combined taxable incomes of you and your spouse (including a spouse who died during the year), or your taxable income if you were a sole parent with a dependent child or dependent children.

Your family taxable income must be equal to or less than the limits in **table 2** for you to qualify for a reduction:

Table 2

Family taxable income limit	
Eligible for seniors and pensioners tax offset	All other taxpayers
\$54,117	\$40,431*
Plus \$3,713* for each dependent child	

*At the time of printing *Individual tax return instructions 2014* this amount had not become law.

If you were between 55 and 59 years old and received a superannuation lump sum, go to ato.gov.au/instructions2014 and read question M1 for more information on how this affects your taxable income, or family taxable income.

Is your family taxable income below the relevant limit?

- No** You do not qualify for a Medicare levy reduction based on family taxable income. Read **Part B – Medicare levy exemption** to see if you qualify for an exemption.
- Yes** Go to step 1.

Completing your tax return

- 1 Write the number of your dependent children at Y item M1.

M1 Medicare levy reduction or exemption

2 Read **Part B – Medicare levy exemption** to see if you qualify for an exemption.

Part B – Medicare levy exemption

Answering this question

You may qualify for an exemption from paying the Medicare levy if you were in any of the following three exemption categories at any time in 2013–14:

- medical
- foreign residents and residents of Norfolk Island
- not entitled to Medicare benefits.

If you do not fit into one of the exemption categories, leave **V** and **W** item **M1** blank and go to question **M2**.

For the meaning of dependant and maintaining a dependant, see **Definitions** on page 72–3.

Category 1: Medical

In 2013–14, did one of the following circumstances apply to you?

- you were a blind pensioner
- you received sickness allowance from Centrelink
- you were entitled to full free medical treatment for all conditions under defence force arrangements or Veterans’ Affairs Repatriation Health Card (Gold Card) or repatriation arrangements.

No You do not qualify for an exemption under **Category 1**. Go to **Category 2**.

Yes Read on.

During the period the **Category 1** circumstance applied to you, you must also meet one of the following conditions:

Condition	Exemption that applies
You had no dependants.	Full
Each of your dependants (including your spouse if you had one):	Full
<ul style="list-style-type: none"> ■ was in one of the exemption categories, or ■ had to pay the Medicare levy. 	

Condition	Exemption that applies
You had dependent children who were not in an exemption category but who were also dependants of your spouse, and your spouse: <ul style="list-style-type: none"> ■ had to pay the Medicare levy, or ■ met at least one of the Category 1 circumstances and you have completed a family agreement (see Definitions on page 73) stating that your spouse will pay the half levy for your joint dependants. 	Full
You had at least one dependant (for example, a spouse) who: <ul style="list-style-type: none"> ■ was not in an exemption category, and ■ did not have to pay the Medicare levy. 	Half
You were single or separated and you: <ul style="list-style-type: none"> ■ had a dependent child who was not in a Medicare levy exemption category, and ■ were entitled to FTB Part A or the rental assistance component of FTB Part A for that child, and ■ were in a shared-care arrangement. Then exemption from the Medicare levy is on the following basis: <ul style="list-style-type: none"> ■ for the days that you had care of your dependent child ■ for the days that you did not have care of your dependent child. 	Half Full
You had a spouse who met at least one of the Category 1 circumstances and you had a dependent child who: <ul style="list-style-type: none"> ■ was not in an exemption category, and ■ was dependent on both of you. In this case, either you or your spouse can claim a full exemption and the other can claim a half exemption by completing a family agreement (see Definitions on page 73).	Full or Half

Do you qualify for a Category 1 exemption for all or any of the income year?

No You do not qualify for a Medicare levy exemption under **Category 1**. Go to **Category 2**.

Yes You qualify for a Medicare levy exemption for that period. Go to **Completing your tax return – Medicare levy exemption**.

Category 2: Foreign residents and residents of Norfolk Island

Were you a foreign resident for tax purposes or a resident of Norfolk Island at any time during 2013–14?

No You do not qualify for a Medicare levy exemption under **Category 2**. Go to **Category 3**.

Yes Read on.

If you were a foreign resident for tax purposes or a resident of Norfolk Island for all of 2013–14, you can claim a full exemption for the year (365 days).

If you were a foreign resident for tax purposes or a resident of Norfolk Island for only part of the year, you can claim a full exemption for that period if:

- you did not have any dependants for that period, or
- all your dependants were in an exemption category for that period.

Go to **Completing your tax return – Medicare levy exemption**.

Category 3: Not entitled to Medicare benefits

In 2013–14:

- did you have a Medicare levy exemption certificate because you were a temporary resident for Medicare purposes, or
- were you a member of a diplomatic mission or consular post in Australia (or a member of such person's family and you were living with them) and
 - you do not ordinarily live in Australia, and
 - you were not an Australian citizen

and

- you did not have any dependants for that period, or
- all your dependants were in an exemption category for that period?

No You do not qualify for a Medicare levy exemption under **Category 3**. Leave **V** and **W** item **M1** blank. You have now finished this question. Go to question **M2**.

Yes You qualify for a full exemption. Read on.

Completing your tax return – Medicare levy exemption

- 1 Work out the number of days for which you can claim a full exemption and the number of days for which you can claim a half exemption.

The maximum number of days you can claim is 365. If you have overlapping qualifying periods, count the days in those overlapping periods only once. If a full exemption period overlaps a half exemption period, count the overlapping days as a full exemption period.

- 2 Write the number of days you qualify for a full exemption at **V** item **M1**.

Write the number of days you qualify for a half exemption at **W** item **M1**.

If you were a temporary resident for Medicare purposes and have a certificate from the Medicare Levy Exemption Certification Unit of Medicare (see Category 3) print **C** in the **CLAIM TYPE** box. Otherwise leave the **CLAIM TYPE** box blank.

We will work out your exemption entitlement.

M2

Medicare levy surcharge

This question is compulsory.

Depending on your income for Medicare levy surcharge (MLS) purposes, the MLS rate is 1%, 1.25% or 1.5% of:

- your taxable income
- your total reportable fringe benefits, and
- any amount on which family trust distribution tax has been paid.

You may have to pay the MLS if you or your dependants (including your spouse, even if they had their own income) did not have an appropriate level of private patient hospital cover for the whole of 2013–14 and your income for MLS purposes was above a certain amount.

Your health insurer must give you a statement showing the number of days that you and all your dependants had appropriate cover in 2013–14. If you do not have this statement, or are not sure if you had an appropriate level of private patient hospital cover, contact your health insurer.

Dependants

For this question, your dependants (regardless of their income) are your:

- spouse, even if they worked during 2013–14 or had their own income
- children under 21 years old
- children 21 to 24 years old who are full-time students.

Your dependants must have been Australian residents for tax purposes in 2013–14 and you must have contributed to their maintenance. For the meaning of Australian resident for tax purposes and maintaining a dependant, see **Definitions** on pages 71 and 73.

Did you and all your dependants have an ‘appropriate level of private patient hospital cover’ for the whole of 2013–14?

Yes Print **X** in the **Yes** box at **E** item **M2**. You have finished this question.

Make sure you complete **Private health insurance policy details**.

No Print **X** in the **No** box at **E**. Read on.

Answering this question

Medicare levy surcharge exemptions

You are exempt from MLS for the whole of 2013–14 if you fit into one of the categories in **table 1** which depend on your circumstances and your income for MLS purposes.

To work out your income for MLS purposes, use **worksheet 1** on page 51, or go to **ato.gov.au/instructions2014** and use the Income for (Medicare levy) surcharge purposes calculator.

Table 1

Exemption categories

You and all your dependants were in a Medicare levy exemption category for the whole of 2013–14 (see question **M1**).

You were **single** for the whole of 2013–14, and:

- for the whole of 2013–14 you did not have a dependent child, and
- your income for MLS purposes was **\$88,000 or less**.

You were **single** for the whole of 2013–14, and:

- you had a dependent child for all of 2013–14, and
- your income for MLS purposes was **\$176,000 or less** (plus \$1,500 for each dependent child after the first).

You were **single** for part of 2013–14, and:

- for the whole of 2013–14 you did not have a dependent child
- your **spouse** did not die during the year, and
- your income for MLS purposes was **\$88,000 or less**.

You had a **spouse** (with or without dependent children) for the whole of 2013–14, and your combined income for MLS purposes was:

- **\$176,000 or less** (plus \$1,500 for each dependent child after the first), or
- greater than \$176,000 (plus \$1,500 for each dependent child after the first) but your own income for MLS purposes was \$20,542 or less.

If you had a spouse on 1 July 2013, your spouse died during 2013–14 and you did not have another spouse before the end of the year, assume that you had a spouse for the whole of 2013–14 when you work out your MLS income.

➤ You must go to ato.gov.au/instructions2014 and read question M2 if you did not fit into any of the categories in **table 1** on page 49 and:

- you were single for part of the year
- you were widowed during the year
- you became or ceased to be a sole parent
- you or any of your dependants were covered for only part of the year, or
- you are an overseas visitor with health cover.

Completing your tax return

1 If you had private patient hospital cover for any part of the year, you must complete **Private health insurance policy details**. See pages 52–4 and then read on below.

If you and all your dependants had an appropriate level of private patient hospital cover for the whole of 2013–14, print **X** in the **Yes** box at **E** item **M2**. You have now finished this question.

If you or any of your dependants did not have private patient hospital cover or only had cover for part of the year, print **X** in the **No** box at the right of **E** item **M2**.

Go to step 2.

2 If you were in an exemption category (see **table 1** on page 49) for the whole of 2013–14, print **X** in the **Yes** box to the left of ‘You do not have to pay the surcharge’ and write **365** at **A** item **M2**. You have now finished this question. Go to **Private health insurance policy details**.

If you were not in an exemption category, print **X** in the **No** box to the left of ‘You may have to pay the surcharge’ and read on.

3 Write at **A** item **M2** the number of **days for which you do not have to pay MLS**.

If you do **not** have to pay MLS for any days during the period 1 July 2013 to 30 June 2014, write **365** at **A** item **M2**.

If you have to pay MLS for:

- the whole period 1 July 2013 to 30 June 2014, write **0** at **A** item **M2**
- part of the period 1 July 2013 to 30 June 2014, write the number of **days for which you do not have to pay MLS** at **A** item **M2**.

Write the number of dependent children you had during 2013–14 at **D** item **IT8**.

Make sure you complete:

- **Income tests** on page 8 of your tax return, and
- **Spouse details** if you had a spouse during the year, on pages 8–9 of your tax return.

Working out income for MLS purposes

Complete **worksheet 1** on page 51 to work out your income and your spouse’s income (if you had one during the year) for MLS purposes. You can also go to ato.gov.au/instructions2014 and use the Income for (Medicare levy) surcharge purposes calculator.

If you received exempt foreign employment income, add it to taxable income at (a).

M2 Medicare levy surcharge

Worksheet 1

	You	Spouse
Taxable income (from TAXABLE INCOME OR LOSS)	\$ <input type="text"/> (a)	\$ <input type="text"/> (a)
Total reportable fringe benefits amount (from W item IT1)	\$ <input type="text"/> (b)	\$ <input type="text"/> (b)
Amount on which family trust distribution tax has been paid (from X item A4 supplementary section)	\$ <input type="text"/> (c)	\$ <input type="text"/> (c)
Net financial investment loss (from X item IT5)	\$ <input type="text"/> (d)	\$ <input type="text"/> (d)
Net rental property loss (from Y item IT6)	\$ <input type="text"/> (e)	\$ <input type="text"/> (e)
Reportable employer superannuation contributions (from T item IT2)	\$ <input type="text"/> (f)	\$ <input type="text"/> (f)
Deductible personal superannuation contributions (from H item D12 supplementary section)	\$ <input type="text"/> (g)	\$ <input type="text"/> (g)
Your spouse's share of the net income of a trust on which the trustee must pay tax and which has not been included at (a) (from T Spouse details)		\$ <input type="text"/> (h)
Add the amounts from (a) to (h) in each column.	\$ <input type="text"/> (j)	\$ <input type="text"/> (j)
If you or your spouse were 55 to 59 years old, write here the taxed element amount of superannuation lump sums (other than a death benefit) received during 2013–14 that do not exceed your or your spouse's low rate cap. To work out the taxed element, you must go to ato.gov.au/instructions2014 and read question M2.	\$ <input type="text"/> (k)	\$ <input type="text"/> (k)
Take (k) away from (j). This is each individual's income for MLS purposes.	\$ <input type="text"/> (l)	\$ <input type="text"/> (l)
Add the amount from (l) in your column to the amount from (l) in your spouse's column.		\$ <input type="text"/> (n)
Your income for MLS purposes when you are single is the amount at (l) in your column.		
Your combined income for MLS purposes is the amount at (n).		

If your spouse received a lump sum payment in arrears which is either foreign income (shown at item **20**) or other income (shown at item **24**), you must complete a schedule of additional information. You must go to ato.gov.au/instructions2014 and read question M2 to find out how to complete the schedule.

Private health insurance policy details

At any time during 2013–14:

- were you covered by a private health insurance policy, or
- did you pay for a dependent-child-only policy?

For this question, the definition of a dependent child is affected by the rules of your health fund. If you are under 25 years old and do not have your own policy, you may be covered as a dependent child on your family policy. If you are unsure about whether this applies to you, check your family private health insurance policy details or contact your insurer.

No Go to question **A1**.

Yes Read on.

The laws about private health insurance have changed.

From 1 July 2013, the Australian Government private health insurance rebate is no longer payable on the lifetime health cover loading component of private health insurance premiums. The lifetime health cover loading is a penalty that generally applies when a person has not taken out and maintained private health insurance from the year they turn 31 years old. If this applies to you, the amount showing as Your Premiums eligible for Australian Government rebate at **J** on the statement provided to you by your private health insurer has already been adjusted to remove the lifetime health cover loading.

From 1 April 2014, the Australian Government private health insurance rebate will be adjusted annually by the proportional increase in the consumer price index compared to the proportional increase in the average premium.

If private health insurance premiums were paid before **and** on or after 1 April 2014, your private health insurance statement will show the information for these periods in separate lines. You need to enter the information from each line on the statement separately in your tax return.

For more information about these changes go to ato.gov.au/privatehealthinsurance

Answering this question

You will need a statement from your registered health insurer. If you did not receive a statement, contact

your insurer. Your tax return may be delayed if you do not use your statement or the pre-filing service and the private health insurance details you provide are incorrect.

If you were covered as a dependent child on a family policy, use the information shown on the statement for that policy.

You can download your private health insurance details online any time using the pre-filing service in *e-tax*. Go to ato.gov.au/etaxprefilling

If you are an overseas visitor who is not eligible for Medicare, and therefore not entitled to any private health insurance rebate, do not complete **Private health insurance policy details** on your tax return. For more information, go to ato.gov.au/privatehealthinsurance

Completing your tax return

Use the information shown on your statements to complete your tax return.

If you had more than one private health insurance policy, complete the following steps for each line of information on your statement for each policy.

If you have more than four lines of information on your statement, you will need to provide additional information. Go to ato.gov.au/instructions2014 and read Private health insurance policy details for further instructions.

- 1 Transfer the health insurer ID shown at **B** on your statement to **B Health insurer ID** on your tax return.
- 2 Transfer your private health insurance membership number shown at **C** on your statement to **C Membership number** on your tax return.

3

Were you covered as a dependent child on a private health insurance policy?

Yes You are not entitled to a private health insurance rebate, however you are exempt from paying the Medicare levy surcharge.

Go to step 8.

No Read on.

4 Transfer the whole dollar amount shown at **J** on your statement to **J Your premiums eligible for Australian Government rebate** on your tax return. Do not show percentage figures at **J**.

5 Transfer the whole dollar amount shown at **K** on your statement to **K Your Australian Government rebate received** on your tax return. Do not show percentage figures at **K**.

6 Transfer the number shown at **L** on your statement to **L Benefit Code** on your tax return.

Working out your tax claim code

7 On 30 June 2014, were you:

Single? Go to step 8.

Married or de facto (including if your spouse died during 2013–14 and you did not have another spouse before 30 June 2014)? Go to step 9.

8 Select the code letter that best describes your circumstances.

You have no dependants.	A
<ul style="list-style-type: none"> ■ You have a dependent child (your child or a sibling who is dependent on you for economic support), or ■ you paid for a dependent-child-only policy. 	B
You were covered as a dependent child on a private health insurance policy.	F

Print the code letter in the **Tax claim code** box on your tax return. If you have more than one line of information to transfer from your statement to your tax return that relate to the same membership number, print the same **Tax claim code** in each line.

You have now finished this question, go to question **A1**.

9 Are you claiming your spouse's share of the rebate?

You can choose to claim your spouse's share of the rebate on their behalf if both of you meet all of the following three criteria.

Both of you:

- were covered under the same policy
- were covered for the same period of time
- were together on 30 June 2014.

Alternatively, your spouse can claim for both of you. You and your spouse must agree that only one of you will claim.

Yes Print **C** in the **Tax claim code** box on your tax return. If you have more than one line of information to transfer from your statement to your tax return that relates to the same membership number, print **C** in the **Tax claim code** box in each line.

Go to step 11.

No Read on.

10 Select the code letter that best describes your circumstances.

<ul style="list-style-type: none"> ■ You are claiming your share of the rebate, or ■ you are a parent claiming for a dependent-child-only policy 	C
Your spouse is claiming your share of the rebate.	E

Print the code letter in the **Tax claim code** box on your tax return. If you have more than one line of information to transfer from your statement to your tax return that relate to the same membership number, print the same code letter in the **Tax claim code** box in each line.

You have now finished this question, go to question **A1**.

- 11 You must provide information about your spouse's private health insurance in **Private health insurance policy details** on your tax return.

You will need your spouse's private health insurance statement.

Repeat steps 1 to 6 using the information on your spouse's statement. Print **D** in the **Tax claim code** box on your tax return. If you have more than one line of information to transfer from your spouse's statement to your tax return, print **D** in the **Tax claim code** box in each line.

When you have finished entering information from your spouse's statement, the number of lines with **Tax claim code D** must equal the number of lines with **Tax claim code C** for the same health insurer ID and membership number.

For example, if there are two lines with the same health insurer ID and membership number with **Tax claim code C**, there should also be two lines having the same ID and membership number with **Tax claim code D**.

A1

Under 18

If you were under 18 years old on 30 June 2014, you must complete this item or you may be taxed at a higher rate than necessary.

Were you under 18 years old on 30 June 2014?

- No** Go to question **A2**.
Yes Read on.

Answering this question

Did any of the following categories apply to you?

On **30 June 2014** you were:

- working full time or had worked full time for three months or more in 2013–14 (ignoring full-time work that was followed by full-time study), and were intending to
 - work full time for most or all of 2014–15, and
 - not study full time in 2014–15
- entitled to a disability support pension or someone was entitled to a carer allowance to care for you
- permanently blind
- disabled and were likely to suffer from that disability permanently or for an extended period
- entitled to a double orphan pension, and you received little or no financial support from your relatives
- unable to work full time because of a permanent mental or physical disability, and you received little or no financial support from your relatives
- the main beneficiary of a special disability trust.

- No** Go to step 2.
Yes Read on.

Completing your tax return

- 1** Write **0** at **J** item **A1**. Then print the code letter **A** in the **TYPE** box at the right of **J**.

You have now finished this question. Go to question **A2**.

- 2** Add up any of the following income amounts which you have shown on your tax return:
- employment income
 - taxable pensions or payments from Centrelink or the Department of Veterans' Affairs
 - a compensation, superannuation or pension fund benefit
 - income from a deceased person's estate
 - income from property transferred to you as a result of another's death or family breakdown, or to satisfy a claim for damages for an injury you suffered
 - income from your own business
 - income from a partnership in which you were an active partner
 - net capital gains from the disposal of any of the property or investments referred to above
 - income from investment of amounts referred to above.

- 3** Add up all your deductions that relate to the income from step 2 (see the **Deductions** section on pages 24–36). Take away the total of those deductions from the total income you worked out at step 2.

- 4** Write the amount from step 3 at **J** item **A1**.
If you do not have any of the income listed at step 2, or the amount from step 3 is \$0 or less, write **0** at **J** item **A1**.

- 5** Print the code letter **M** in the **TYPE** box at the right of **J** item **A1**.

If the amount from step 4 included income from primary production, you will need to provide a schedule of additional information. You must go to ato.gov.au/instructions2014 and read question A1 to find out how to complete the schedule.

A2

Part-year tax-free threshold

In 2013–14 did you:

- become an Australian resident for tax purposes, or
- stop being an Australian resident for tax purposes?

If you are not sure whether you are an Australian resident for tax purposes, see **Definitions** on page 71.

No Go to question **A3**.

Yes Read on.

Did you receive any Australian Government pension or allowance, which you showed at item 5 or item 6?

No Go to **Completing your tax return**.

Yes Read on.

Was this amount only for:

- Youth Allowance
- Newstart
- a sickness allowance
- a special benefit, or
- a payment under the Community Development Employment Projects (CDEP) Scheme?

Yes Go to **Completing your tax return**.

No You are entitled to the full tax-free threshold. You do not need to answer this question. Go to question **A3**.

Completing your tax return

1 Write the date you became, or stopped being, an Australian resident for tax purposes in the **Date** box at item **A2**.

2 Write at **N** the number of months that you were an Australian resident for tax purposes up to 30 June 2014, counting the first month during which you became, or stopped being, a resident. For example, if you:

- became a resident for tax purposes in November 2013 and remained a resident for the rest of the income year, you would write 8.
- stopped being a resident for tax purposes in September 2013, you would write 3.

A3

Government super contributions

Super co-contribution

Did all of the following apply to you?

- You made an eligible personal super contribution (for which you are not claiming a deduction) to a complying super fund or retirement savings account, and
- you were under 71 years old on 30 June 2014, and
- your taxable income for 2013–14 was less than \$48,516, and
- at least some of your income was from employment or business (including from a partnership).

You can go to ato.gov.au/instructions2014 to find out about eligible personal super contributions.

No You are not eligible for a super co-contribution. Go to **Low income super contribution**.

Yes Go to **Answering this question**.

Low income super contribution

The Government has announced that it intends to remove the low income super contribution, effective from 1 July 2013.

- If the law is passed you will not be entitled to a low income super contribution in 2013–14.
- If the law is not passed and you are entitled to a low income super contribution, we will make the payment based on the information you provide in your tax return.

At the time of printing this change had not become law.

For information about the progress of this legislation go to ato.gov.au/newlegislation

Did all of the following apply to you?

- Your adjusted taxable income (ATI) was less than or equal to \$37,000
- concessional contributions were made to your complying super fund, and
- 10% or more of your total income was from employment or business income (including from a partnership) or a combination of both.

You can go to ato.gov.au/instructions2014 to find out about:

- concessional contributions, and
- calculating your ATI.

Total income is the sum of your assessable income, your reportable fringe benefits total and your reportable employer super contributions. Assessable income is your gross income before taking deductions into account.

No You are not eligible for a low income super contribution. Go to **Income tests**.

Yes Read on.

Did you receive income from a partnership, which you show at item 13 of your tax return (supplementary section)?

No You may be eligible for a low income super contribution. We will work out the amount for you. Go to **Income tests**.

Yes Read on.

Answering this question

Did you show on the supplementary section of your tax return:

- any amount at items **14**, **15** or **16**, or
- a loss at **N** or **O** item **13**?

Yes You must lodge your tax return using *e-tax* or a registered tax agent.

No Read on.

Did you have income from any of the following, which you show on the supplementary section of your tax return?

- Deposits or repayments from the farm management deposits scheme (item **17**)
- Forestry managed investment scheme income (item **23**) or deductions (item **D14**)
- Other income (item **24**).

You can go to ato.gov.au/instructions2014 for information on these types of income.

No Go to **Completing your tax return**.

Yes You must complete the *Tax return for individuals (supplementary section) 2014* before you answer this question.

You must use the *Government super contributions workbook 2014* (NAT 73495) to answer this question.

Go to ato.gov.au/instructions2014 to get a copy of this publication, then read on.

Completing your tax return

Do any of the following apply to you?

- You had income from a partnership shown at item **13** (supplementary section).
- You were in a joint income group and you have deductions for 2013–14 for any of the following joint income:
 - interest shown at item **10**
 - dividends shown at item **11**
 - distributions from trusts shown at **L**, **U** or **C** item **13** (supplementary section)
 - foreign entities income shown at **K** or **B** item **19** (supplementary section)
 - foreign source income shown at **E** or **F** item **20** (supplementary section)
 - rental income shown at **P** item **21** (supplementary section)
 - bonuses from life insurance companies and friendly societies shown at **W** item **22** (supplementary section).

You were in a joint income group if you owned income-producing assets with another person or persons, for example, if you had a joint bank account or co-owned a rental property.

No Go to step 4.

Yes Read on.

A3 Government super contributions

1 Complete **worksheet 1**.

You will need to transfer amounts from your tax return.

Worksheet 1

Interest and dividend income	
Amount from L item 10	\$ <input type="text"/> (a)
Amount from S item 11	\$ <input type="text"/> (b)
Amount from T item 11	\$ <input type="text"/> (c)
Amount from U item 11	\$ <input type="text"/> (d)
Trust distributions (supplementary section)	
Amount from L item 13	\$ <input type="text"/> (e)
Amount from U item 13	\$ <input type="text"/> (f)
Amount from C item 13	\$ <input type="text"/> (g)
Foreign entities income (supplementary section)	
Amount from K item 19	\$ <input type="text"/> (h)
Amount from B item 19	\$ <input type="text"/> (j)
Foreign source income (supplementary section)	
Amount from E item 20	\$ <input type="text"/> (k)
Amount from F item 20	\$ <input type="text"/> (l)

Rental income (supplementary section)	
Amount from P item 21	\$ <input type="text"/> (m)
Bonuses (supplementary section)	
Amount from W item 22	\$ <input type="text"/> (n)
Add all amounts from (a) to (n).	\$ <input type="text"/> (p)

Transfer the amount at (p) to (u) in **worksheet 3**.
Then work through steps 2 to 8.

2 Were you in a joint income group in 2013–14?

No Go to step 3 and write **0** at (v) in **worksheet 3**.

Yes Complete **worksheet 2**.

Worksheet 2

For each joint income group you were in, write:

- your share of income in column (q)
- your share of deductions in column (r)
- the **lesser amount** from columns (q) and (r) in column (s).

If you showed partnership distributions at item **13**, do not include them in **worksheet 2**.

Worksheet 2

Joint income group	(q) Income	(r) Deductions	(s) Lesser amount
	\$ <input type="text"/>	\$ <input type="text"/>	\$ <input type="text"/>
	\$ <input type="text"/>	\$ <input type="text"/>	\$ <input type="text"/>
	\$ <input type="text"/>	\$ <input type="text"/>	\$ <input type="text"/>
	\$ <input type="text"/>	\$ <input type="text"/>	\$ <input type="text"/>
Add your lesser amounts.			\$ <input type="text"/> (t)

Transfer the amount at (t) to (v) in **worksheet 3**.

3 Complete **worksheet 3**.

Add all distributions of income from partnerships that you took into account in calculating the total amount shown at **N** and **O** item **13** of your tax return (supplementary section). Do not include your share of any partnership loss.

Write the total at (x).

Worksheet 3

Amount from (p) in worksheet 1	\$ <input type="text"/> (u)
Amount from (t) in worksheet 2	\$ <input type="text"/> (v)
Take (v) away from (u).	\$ <input type="text"/> (w)
Distributions of income worked out at step 3	\$ <input type="text"/> (x)
Add (w) and (x).	\$ <input type="text"/> (y)

Transfer the amount at (y) to **F** item **A3**. If (y) is zero, print **C** in the **CODE** box at **F**.

4 Did you show any 2013–14 employment income or business income on your tax return other than at any of the following items?

- **1, 2, 3, 4** (other than death benefits), **B** at item **12, IT1** or **IT2** on your tax return
- **P1** or **P8** on your *Business and professional items schedule for individuals 2014*.

This may include foreign employment income shown at **T** and **U** item **20**.

- Yes** Write the total of these amounts at (z) in **worksheet 4** on page 61 then go to step 5.
- No** Read on.

5 Did you receive a share of income from a partnership carrying on a business in which you were a partner? (Ignore any partnership losses distributed to you.)

- Yes** Write the total of these amounts at (aa) in **worksheet 4** on page 61 then go to step 6.
- No** Read on.

6

Did you show:

- income other than employment or business income, or
- employment or business income that related to another income year

at any of the following items?

- **1, 2, 3, 4** (other than death benefits), **B** at item **12**, **IT1** or **IT2** on your tax return
- **P1** or **P8** on your *Business and professional items schedule for individuals 2014*.

This income may include:

- parental leave pay or dad and partner pay you received in 2013–14 after your employment ceased
- employment or business income you received in 2013–14 that relates to an earlier income year, such as back payments of salary, wages or unused leave paid as a lump sum.

Yes Write the total of these amounts at (cc) in **worksheet 4** below, then go to step 7.

No Read on.

7 Complete **worksheet 4**.

Worksheet 4

Amount you worked out at step 4	\$ <input type="text"/>	(z)
Amount you worked out at step 5	\$ <input type="text"/>	(aa)
Add (z) and (aa).	\$ <input type="text"/>	(bb)
Amount you worked out at step 6	\$ <input type="text"/>	(cc)
Take (cc) away from (bb).	\$ <input type="text"/>	(dd)

Transfer the amount at (dd) to **G** item **A3**. If the amount is negative, print **L** in the **LOSS** box at **G**. Read on.

8

Did you have business deductions in 2013–14 other than those you included in the deduction items at item P8 in the *Business and professional items schedule for individuals 2014*?

Examples include:

- your share of a partnership loss from a business that has been included in calculating the amount at **N** or **O** at item **13**
- deductions at **X** or **Y** at item **13** which relate to the partnership distribution
- personal service income deductions at item **P1** on the *Business and professional items schedule for individuals 2014* which relate to carrying on your business
- deductions you show at **D10** for costs involved in managing your business tax affairs as a sole trader or partnership business.

No Write **0** at **H** item **A3**, then go to question **IT1**.

Yes Write the total amount of these amounts at **H** item **A3** on page 7 of your tax return, then go to **Income tests**.

Income tests

You must complete all questions in this section of your tax return. Where the amount is zero, write **0**.

We use income tests to work out whether you:

- can claim certain tax offsets and the amount you are entitled to receive
- can receive some government benefits or concessions
- are entitled to a rebate for your private health insurance
- must pay Medicare levy surcharge or have a HELP or SFSS repayment liability
- must pay tax.

We may also pass this information to other government agencies, such as the Department of Human Services, to ensure you are receiving your correct entitlement to government benefits. It will also be used to determine any child support payments.

If you need more information on any of the income tests, go to ato.gov.au/instructions2014 and read the Income tests questions.

IT1

Total reportable fringe benefits amounts

Did you receive any reportable fringe benefits amounts of \$3,738 or more?

No Write **0** at **W** item **IT1**. Go to question **IT2**.

Yes Read on.

Completing your tax return

- 1** Add up all the reportable fringe benefits amounts shown on your payment summaries. If a benefit amount is less than \$3,738, do not include it.
- 2** Write the total at **W** item **IT1**. Go to question **IT2**.

IT2

Reportable employer superannuation contributions

Did your employer make reportable employer superannuation contributions on your behalf?

No Write **0** at **T** item **IT2**. Go to question **IT3**.
Yes Read on.

These are additional to the compulsory contributions your employer must make. An example of a reportable employer superannuation contribution is a salary sacrificed amount.

If your payment summary shows a reportable employer superannuation contributions amount and you did not get your employer to make superannuation contributions in addition to their compulsory superannuation contributions, you should contact your employer before lodging your tax return to check that the payment summary figure is correct.

If your employer has incorrectly calculated the reportable employer superannuation contributions amount, ask them to provide you with a revised payment summary showing the correct amount.

Completing your tax return

- 1 Add up the reportable employer superannuation contributions amounts shown on your payment summaries.
- 2 Write the total at **T** item **IT2**. Go to question **IT3**.

IT3

Tax-free government pensions or benefits

For a list of tax-free government pensions and benefits you include at this item, see **Definitions** on pages 74–5.

Did you receive a tax-free government pension or benefit?

No Write **0** at **U** item **IT3**. Go to question **IT4**.
Yes Read on.

Do not include at this item any amounts you have already shown at questions **5**, **6** or **7**.

Completing your tax return

- 1 Add up the amount of tax-free pensions or benefits you received during 2013–14.
- 2 Write the total at **U** item **IT3**. Go to question **IT4**.

IT4

Target foreign income

Target foreign income is:

- any income earned, derived or received from sources outside Australia
- a periodical payment by way of gifts or allowances from a source outside Australia
- a periodical benefit by way of gifts or allowances from a source outside Australia

provided that amount has neither been included in your taxable income, nor received in the form of a fringe benefit.

You must include 'exempt foreign employment income' from **N** item **20** in your target foreign income total, but do not include any other foreign income amount that you show elsewhere on your tax return.

For more information about target foreign income, go to ato.gov.au/instructions2014 and read question IT4.

Did you receive any target foreign income?

- No** Write **0** at **V** item **IT4**. Go to question **IT5**.
Yes Read on.

Completing your tax return

Show all foreign income in Australian dollars.

- 1 Add up all your target foreign income for 2013–14.
- 2 Write the total at **V** item **IT4**. Go to question **IT5**.

IT5

Net financial investment loss

Did you receive income from, or claim deductions for:

- shares in a company
- an investment in a managed investment scheme, including a forestry managed investment scheme
- rights or options for shares or managed investment schemes
- distributions from a partnership that included income or losses from an investment listed above
- any investment that is of a similar nature to those listed above?

- No** Write **0** at **X** item **IT5**. Go to question **IT6**.
Yes Read on.

The loss you show at this item is the amount by which your deductions relating to your financial investments exceed your income from those investments.

When calculating your net financial investment loss, do not include interest from your everyday transaction accounts.

Managed investment schemes

The investment manager will be able to tell you whether your investment is a managed investment scheme.

Managed schemes include:

- cash management trusts
- property trusts
- Australian equity (share) trusts
- agricultural schemes (which include horticultural, aquaculture and commercial horse breeding schemes).

Investments that are **not managed investment schemes** include:

- regulated superannuation funds
- approved deposit funds
- debentures issued by a body corporate
- franchises
- schemes operated by an Australian bank in the ordinary course of banking business (such as term deposits).

IT5 Net financial investment loss

Deductions

Deductions you can claim for an investment include expenses you pay to:

- borrow money to purchase an investment
- manage your investments
- obtain advice about changes in the mix of your investments.

For more information about Net financial investment loss, go to ato.gov.au/instructions2014 and read question IT5.

Completing your tax return

Complete **worksheet 1** below.

If you are a partner in one or more partnerships, add up your share of all net financial investment income and deduct your share of all net losses from the partnerships' financial investments. The statement of distribution from each partnership should show these amounts. Write the total at (q).

Worksheet 1

Financial investment income	
Dividends from Australian shares from item 11 :	
■ Unfranked amount	<input type="text"/> (a)
■ Franked amount	<input type="text"/> (b)
■ Franking credit	<input type="text"/> (c)
Managed investment scheme income from U item 13	<input type="text"/> (d)
Share of franked distributions and franking credits from managed investment scheme from C item 13	<input type="text"/> (e)
Dividend income or managed investment scheme income from foreign companies from M item 20	<input type="text"/> (f)
Australian franking credits from a New Zealand franking company from F item 20	<input type="text"/> (g)
Forestry managed investment scheme income from A item 23	<input type="text"/> (h)

Any other assessable income from a financial investment	<input type="text"/> (i)
Add all amounts from (a) to (i).	<input type="text"/> (j)
Financial investment deductions	
Dividend deductions from Australian shares from item D8	<input type="text"/> (k)
Managed investment scheme deductions included in Y item 13 and H item D8	<input type="text"/> (l)
Forestry managed investment scheme deductions from F item D14	<input type="text"/> (m)
Any other deductions attributable to a financial investment	<input type="text"/> (n)
Add all amounts from (k) to (n).	<input type="text"/> (o)
Take (o) away from (j). Show a loss as a negative.	<input type="text"/> (p)
Total partnerships investment net income or loss. Show a loss as a negative.	<input type="text"/> (q)
Add (p) and (q).	<input type="text"/> (r)
If the amount at (r) is negative, write this amount at X item IT5 . Otherwise write 0 at X and go to question IT6 .	

IT6

Net rental property loss

Did you earn rental income, claim rental deductions, or receive a partnership distribution that included rental income or losses?

No Write **0** at **Y** item **IT6**. Go to question **IT7**.

Yes Read on.

Completing your tax return

1 Complete **worksheet 1** to work out your net rental property loss.

Any loss amounts in **worksheet 1** must be shown as negative amounts (including any totals).

At (c) write your share of net rental property income or loss from the partnership tax return statement of distribution.

At (d) write the net income or loss from carrying on a rental property business which you take into account in working out the amount at **Z** item **P8** of the *Business and professional items schedule for individuals 2014*. If this applies to you, then you must lodge your tax return using *e-tax* or a registered tax agent.

At (f) write the total of the low-value pool deductions relating to your rental properties that you included at item **D6**.

Worksheet 1

Net rental property loss	
Net foreign rent (from R item 20)	<input type="text"/> (a)
Net rent (from item 21)	<input type="text"/> (b)
Share of net rental property income or loss	<input type="text"/> (c)
Net income or loss from rental property business	<input type="text"/> (d)
Add (a), (b), (c) and (d).	<input type="text"/> (e)
Total of the low-value pool deductions	<input type="text"/> (f)
Take away (f) from (e).	<input type="text"/> (g)

2 If the amount at (g) in **worksheet 1** is negative, (that is, a loss), write that amount at **Y** item **IT6**. Otherwise write **0** at **Y** and go to question **IT7**.

IT7

Child support you paid

Did you pay amounts or provide benefits to another person for the maintenance of your child?

No Write **0** at **Z** item **IT7**. Go to question **IT8**.

Yes Read on.

Completing your tax return

- 1 Add up all the amounts you paid and benefits you provided for the maintenance of your child during 2013–14.
- 2 Write the total at **Z** item **IT7**. Go to question **IT8**.

IT8

Number of dependent children

Did you have any dependent children?

No Write **0** at **D** item **IT8**. Go to **Spouse details – married or de facto**.

Yes Read on.

For this question, a dependent child is your child who is:

- under 21 years old, or
- 21 to 24 years old and a full-time student regardless of their income.

The child must be an Australian resident and you must have contributed to their maintenance. For the meaning of Australian resident for tax purposes and maintaining a dependant, see **Definitions** on pages 71 and 73.

We use this information to determine whether you are entitled to an increase in the income test threshold for the:

- Private health insurance rebate
- Net medical expenses tax offset, and
- Medicare levy surcharge.

Completing your tax return

Write the number of your dependent children at **D** item **IT8**, then go to **Spouse details – married or de facto**.

Spouse details – married or de facto

Did you have a spouse during 2013–14?

Your spouse includes another person (whether of the same sex or opposite sex) who:

- you were in a relationship with that was registered under a prescribed state or territory law
- although not legally married to you, lived with you on a genuine domestic basis in a relationship as a couple.

No Go to **Taxpayer's declaration** on page 10 of your tax return.

Yes Read on.

Answering this question

You will need:

- your spouse's *Tax return for individuals 2014*
- your spouse's *PAYG payment summary – individual non-business*
- if your spouse had child support obligations, the details of the amount of child support they paid (your spouse can get this information from the Department of Human Services).

If your spouse did not lodge a tax return, you will need to obtain the information required at this item from your spouse or their records.

If you had more than one spouse during 2013–14, complete this section with the details for your spouse on 30 June 2014, or for your last spouse during 2013–14.

Completing your tax return

1 If you had a spouse during 2013–14 you must complete **Spouse details – married or de facto** on pages 8–9 of your tax return.

If you did not have a spouse during 2013–14, go to page 10 of your tax return and complete the **Taxpayer's declaration**.

2 Complete all of the labels relating to your spouse's income on page 9 of your tax return using the information on the next page. If the amount is zero, write **0**.

If you need more information, go to ato.gov.au/instructions2014 and read Spouse details.

Label	Explanation
O	At O write the amount your spouse showed at TAXABLE INCOME OR LOSS on page 4 of their tax return. If the amount was a loss, write 0 .
T	At T write the amount of net income of a trust that the trustee was liable to pay tax on because your spouse was under a legal disability, for example, they were: <ul style="list-style-type: none"> ■ a bankrupt ■ a person who was declared legally incapable because of a mental condition, or ■ under 18 years old on 30 June 2014. Do not include an amount that has already been included in your spouse's taxable income, for example, at O . Check the trust distribution statements.
U	At U write the amount your spouse showed at X item A4 on their tax return (supplementary section).
S	At S write the amount your spouse showed at W item IT1 on their tax return or the amounts shown as 'reportable fringe benefits amounts' on their payment summaries.
P	At P write the amount your spouse showed at item 6 on their tax return.
Q	At Q write the amount of any exempt pension income that your spouse received in 2013–14. Make sure you include only your spouse's exempt pension income. For a list of the exempt pensions you include at Q , see Definitions on pages 74–5.

Label	Explanation
A	At A write the total of the amounts your spouse showed at: <ul style="list-style-type: none"> ■ T item IT2 on their tax return, and ■ H item D12 on their tax return (supplementary section).
B	At B write the amount of the following tax-free government pensions your spouse received for the income year which were not included at Q above: <ul style="list-style-type: none"> ■ a special rate disability pension paid under Part 6 of Chapter 4 of the <i>Military Rehabilitation and Compensation Act 2004</i> ■ a payment of compensation made under section 68, 71 or 75 of the <i>Military Rehabilitation and Compensation Act 2004</i> ■ a payment of the weekly amount mentioned in paragraph 234(1)(b) of the <i>Military Rehabilitation and Compensation Act 2004</i>.
C	At C write the amount of any target foreign income of your spouse during the income year. This is any income, periodic payments or benefits by way of gifts or allowances that were: <ul style="list-style-type: none"> ■ from sources outside Australia ■ not included in your spouse's taxable income, and ■ not fringe benefits. <p>You should include any exempt foreign employment income shown at N item 20 on your spouse's tax return (supplementary section). All foreign income must be converted to Australian dollars before you complete this label.</p>
D	Add the amounts shown at IT5 and IT6 on your spouse's tax return and write the total at D .

Label	Explanation
E	At E write the total amount of child support payments or benefits your spouse provided to another person. Do not count any payments or benefits provided to you by your spouse unless you live apart on a permanent or indefinite basis.
F	At F write the amount you showed at (k) in the 'Spouse' column on Worksheet 1 on page 51.

- 3** Complete the Family Assistance consent section on page 9 of your tax return only if you consent to use part or all of your 2014 tax refund to repay your spouse's Family Assistance debt.
- 4** Complete the **Taxpayer's Declaration** on page 10 of your tax return.

Checklist

CHECK THAT YOU HAVE...

- completed the front page of your tax return
- completed the appropriate details for electronic funds transfer to have your refund paid directly into a financial institution account
- completed all questions that are relevant to you, including
 - item **M2** which is **compulsory** for all taxpayers
 - **Spouse details-married or de-facto** if required
 - **IT1-IT8**
 - **A1** if you were under 18 years old on 30 June 2014; this is compulsory and if not completed you may be taxed at a higher rate than necessary
- written totals at:
 - **TOTAL TAX WITHHELD**
 - **TOTAL INCOME OR LOSS**
 - **TOTAL DEDUCTIONS**
 - **SUBTOTAL**
 - **TAXABLE INCOME OR LOSS**
 - **TOTAL TAX OFFSETS**
- read and completed the **Taxpayer's declaration** on page 10 of your tax return.

When can you expect your notice of assessment?

We aim to process tax returns within 50 business days. If you lodged your tax return online, our standard processing time is 12 business days.

If you want to work out your tax refund or debt go to ato.gov.au/instructions2014

Definitions

Some of the following definitions apply to all questions, while some only apply to specific questions. Each definition identifies which question it applies to.

ADJUSTED TAXABLE INCOME (all questions)

Adjusted taxable income (ATI) is an amount that is used most commonly to determine eligibility for certain tax offsets.

The following amounts are used to calculate a person's ATI:

- taxable income
- reportable employer superannuation contributions
- deductible personal superannuation contributions
- adjusted fringe benefits
- certain tax-free government pensions or benefits received by the person
- target foreign income
- net financial investment loss
- net rental property loss
- any child support payments the person provided to another person.

To work out a person's ATI you can use our Income tests calculator at ato.gov.au/instructions2014 or use the **ATI worksheet** on the next page.

If you are working out the ATI of a person for the whole year, you can get the amounts for the **ATI worksheet** from the person's tax return.

If you are working out a dependant's ATI for part of the year, you cannot use the figures from their tax return. Instead, you must work out the amounts for the period they were a dependant and complete the worksheet using these figures. The instructions at each question will tell you what to do.

If you are completing a tax return for a deceased person, or your spouse died during the year and you need to know their ATI for the whole of 2013-14, their ATI is the amount at (k) on the ATI worksheet:

- divided by the number of days the person was alive in 2013-14, and
- multiplied by 365.

ATI worksheet

		You	Dependant 1	Dependant 2	Dependant 3
The period for which you need to work out the person's ATI	from:	1/7/2013			
	to:	30/6/2014			
The person's taxable income from TAXABLE INCOME OR LOSS . If taxable income is a loss, write 0 at (a).	(a)	\$ <input type="text"/>	\$ <input type="text"/>	\$ <input type="text"/>	\$ <input type="text"/>
The person's reportable employer superannuation contributions from T item IT2	(b)	\$ <input type="text"/>	\$ <input type="text"/>	\$ <input type="text"/>	\$ <input type="text"/>
The person's deductible personal superannuation contributions from H item D12	(c)	\$ <input type="text"/>	\$ <input type="text"/>	\$ <input type="text"/>	\$ <input type="text"/>
The person's tax-free government pensions or benefits from U item IT3	(d)	\$ <input type="text"/>	\$ <input type="text"/>	\$ <input type="text"/>	\$ <input type="text"/>
The person's target foreign income from V item IT4	(e)	\$ <input type="text"/>	\$ <input type="text"/>	\$ <input type="text"/>	\$ <input type="text"/>
The person's net financial investment loss from X item IT5	(f)	\$ <input type="text"/>	\$ <input type="text"/>	\$ <input type="text"/>	\$ <input type="text"/>
The person's net rental property loss from Y item IT6	(g)	\$ <input type="text"/>	\$ <input type="text"/>	\$ <input type="text"/>	\$ <input type="text"/>
The person's total reportable fringe benefits amounts from W item IT1 , multiplied by 0.535 and rounded down to the nearest dollar	(h)	\$ <input type="text"/>	\$ <input type="text"/>	\$ <input type="text"/>	\$ <input type="text"/>
Add all the amounts from (a) to (h).	(i)	\$ <input type="text"/>	\$ <input type="text"/>	\$ <input type="text"/>	\$ <input type="text"/>
Child maintenance the person provided to a third party from Z item IT7	(j)	\$ <input type="text"/>	\$ <input type="text"/>	\$ <input type="text"/>	\$ <input type="text"/>
Take (j) away from (i). This is the person's ATI for the period.	(k)	\$ <input type="text"/>	\$ <input type="text"/>	\$ <input type="text"/>	\$ <input type="text"/>

AUSTRALIAN RESIDENT FOR TAX PURPOSES

(all questions)

Generally, we consider you to be an **Australian resident for tax purposes** if you:

- have always lived in Australia or you have come to Australia and live here permanently
- have been in Australia continuously for six months or more, and for most of that time you worked in the one job and lived at the same place
- have been in Australia for more than six months during 2013–14, unless your usual home is overseas and you do not intend to live in Australia
- go overseas temporarily and you do not set up a permanent home in another country, or

- are an overseas student who has come to Australia to study and are enrolled in a course that is more than six months long.

If you need help in deciding whether or not you are an Australian resident for tax purposes, go to ato.gov.au and search for 'Are you a resident?'.

CHILD (all questions)

Child includes:

- your adopted child, stepchild or ex-nuptial child
- a child of your spouse, and
- someone who is your child within the meaning of the *Family Law Act 1975* (for example, a child who is considered to be a child of a person under a state or territory court order giving effect to a surrogacy agreement).

COMBINED REBATE INCOME (question T2)

The **combined rebate income** of you and your spouse is the total of:

- your rebate income
- your spouse’s rebate income, and
- the amount on which the trustee of a trust was liable to pay tax in respect of your spouse because your spouse was under a legal disability, was a bankrupt or was a person who was declared legally incapable because of a mental condition.

DEPENDANT (questions T1, T5 and T6)

A **dependant** must be an Australian resident for tax purposes (see page 71). A dependant can be:

- your spouse (see page 74)
- your parent or your spouse’s parent
- a child who is under 21 years old (see page 71) and is not a student
- a student under 25 years old who is studying full time at school, college or university
- a child-housekeeper (your child of any age who kept house for you full time)
- an invalid relative (see page 73).

If you want to claim a tax offset for your dependants you may need to work out your and your dependants’ adjusted taxable income (ATI) for the relevant period to determine:

- whether you are eligible for a tax offset, and
- the amount of the tax offset you are entitled to.

See ATI on pages 70–1.

DEPENDANTS (question M1 for Medicare levy exemption)

For question **M1**, **dependant** means an Australian resident you maintained who was:

- your spouse
- your child under 21 years old, or
- your child, 21 to 24 years old, who was receiving full-time education at a school, college or university and whose adjusted taxable income (ATI, see pages 70–1) for the period you maintained the child was less than the total of \$282 plus \$28.92 for each week you maintained them.

See **Maintaining a dependant** on page 73.

If the parents of a child lived apart for all or part of the income year and the child was a dependant of each of them, the child is treated as an equal dependant of each parent. However, where a parent receives Family tax benefit (FTB) Part A for the child, including receiving only the rental assistance component, the child is a dependant of that parent for the number of days the child was in their care.

DEPENDANTS (question M2)

For question **M2**, your **dependants** (regardless of their income) are your:

- spouse, even if they worked during 2013–14 or had their own income
- children under 21 years old
- children who are 21 to 24 years old who are full-time students.

Your dependants must have been Australian residents in 2013–14 and you must have contributed to their maintenance.

DEPENDENT CARER (question T6)

A **dependent carer** is your:

- spouse
- parent
- spouse’s parent

who is caring for your or your spouse’s child, brother or sister who is 16 years old or older.

The dependent carer must be:

- receiving a carer allowance or carer payment in respect of the care they provide in relation to that person or
- wholly engaged in providing care to a person receiving:
 - a disability support pension
 - a special needs disability support pension, or
 - an invalidity service pension.

DEPENDENT CHILD (question M1 for Medicare levy reduction)

A **dependent child** is any child who was an Australian resident whom you maintained in 2013–14 and whose adjusted taxable income (ATI, see pages 70–1) was less than:

Categories of dependent children	ATI if not maintained for the whole year	ATI if maintained for the whole year
Any child under 21 years old you maintained who was not a full-time student	For the first child: \$282 plus \$28.92 for each week you maintained them	For the first child: \$1,786
	For each additional child: \$282 plus \$21.70 for each week you maintained them	For each additional child: \$1,410
Any full-time student aged under 25 years old at a school, college or university	\$282 plus \$28.92 for each week you maintained them	\$1,786

DEPENDENT INVALID (question T6)

A **dependent invalid** can be your:

- spouse
- parent
- child, brother or sister 16 years old or older
- spouse's parent, or
- spouse's child, brother or sister 16 years old or older.

The dependant must be receiving:

- a disability support pension
- a special needs disability support pension under the *Social Security Act 1991*, or
- an invalidity service pension under the *Veterans' Entitlement Act 1986*.

FAMILY AGREEMENT (question M1)

A **family agreement** is a written agreement signed by you and your spouse with details of which of you is claiming the full and the half exemption. Do not send this agreement to us. Keep it with your records.

INCUR OR INCURRED (all questions)

You **incur** an expense in an income year when you:

- receive a bill or invoice for an expense that you are liable for and must pay (even if you don't pay it until after the end of the income year), or
- do not receive a bill or invoice but you are charged and you pay for the expense.

INVALID SPOUSE (question T5)

Invalid spouse means a person who is your spouse (see page 74) and who is paid:

- a disability support pension, or
- a special needs disability support pension.

INVALID RELATIVE (question T5)

Invalid relative means a person who:

- is 16 years old or older, and
- is your or your spouse's child, brother or sister, and who is paid:
 - a disability support pension, or
 - a special needs disability support pension.

MAINTAINING A DEPENDANT (questions T1, T5, T6, T7, M1, M2 and IT8)

You **maintained a dependant** if any of the following applied:

- you and your dependant lived in the same house
- you gave your dependant food, clothing and lodging
- you helped them to pay for their living, medical and educational costs.

If you had a spouse for the whole of 2013–14 and your spouse worked at any time during the year, we still consider you to have maintained your spouse as a dependant for the whole income year.

We consider you to have maintained a dependant even if the two of you were temporarily separated, for example, due to holidays or overseas travel.

If you maintained a dependant for only part of the year, you may need to adjust your claim accordingly.

OTHER DEPENDANTS (question T6)

For question **T6**, **other dependants** means:

- any other child under 21 years old whom you maintained, who was not a student and whose **adjusted taxable income** (ATI, see pages 70–1) for the period you maintained them was less than:
 - for the first child under 21 years old
 - the total of \$282 plus \$28.92 for each week you maintained them, or
 - \$1,786 if you maintained them for the whole year
 - for any other child under 21 years old
 - the total of \$282 plus \$21.70 for each week you maintained them, or
 - \$1,410 if you maintained them for the whole year
- a student under 25 years old whom you maintained and whose ATI was less than:
 - the total of \$282 plus \$28.92 for each week you maintained them, or
 - \$1,786 if you maintained them for the whole year
- a child-housekeeper, but only if you:
 - can claim for them at item **T5** on your tax return, or
 - could have claimed for them at item **T5** had your ATI or the combined ATI of you and your spouse not exceeded \$150,000
- your or your spouse's invalid relative or parent, but only if you:
 - can claim for them at item **T5** on your tax return, or
 - could have claimed for them at item **T5** had your ATI or the combined ATI of you and your spouse not exceeded \$150,000.

PENSION AGE (question T2)

Centrelink	65 years old or older
Veterans' Affairs	<ul style="list-style-type: none"> ■ Veteran or war widow/widower ■ 60 years old or older and ■ meets the veteran pension age test

For more information about the veteran pension age test, see page 75.

REBATE INCOME (question T2 and Do you need to lodge a tax return?)

Your **rebate income** determines whether you are eligible for the seniors and pensioners tax offset at **T2**.

To work out your rebate income, use the following worksheet.

Rebate income worksheet

Your taxable income (from TAXABLE INCOME OR LOSS on page 4 of your tax return)	
If your taxable income is a loss, write 0 at (a).	<input type="text"/> (a)
Your reportable employer superannuation contributions (from T item IT2 on page 8 of your tax return)	<input type="text"/> (b)
Your deductible personal superannuation contributions (from H item D12 on page 15 of the supplementary section of your tax return)	<input type="text"/> (c)
Your net financial investment loss (from X item IT5 on page 8 of your tax return)	<input type="text"/> (d)
Your net rental property loss (from Y item IT6 on page 8 of your tax return)	<input type="text"/> (e)
Your adjusted fringe benefits amount Multiply the amount from W item IT1 on page 8 of your tax return by 0.535. Round down to the nearest dollar.	<input type="text"/> (f)
Add up all the amounts from (a) to (f). This is your rebate income.	<input type="text"/> (g)

SPOUSE (all questions)

Your **spouse** includes another person (whether of the same sex or opposite sex) who:

- you were in a relationship with that was registered under a prescribed state or territory law
- although not legally married to you, lived with you on a genuine domestic basis in a relationship as a couple.

SHARED CARE (questions T1 and M1)

You had **shared care** if you, and your spouse if you had one, cared for your child for some of the income year, and someone else, such as a former spouse, cared for the child for the rest of the income year.

If you received family tax benefit (FTB) Part B as part of a shared-care arrangement, you will need to know your FTB shared-care percentage to calculate your spouse offset. Your FTB shared-care percentage is usually not the same as your 'shared care percentage' which appears on correspondence you have received from the Department of Human Services.

If you do not know your FTB shared-care percentage, contact the Department of Human Services (see the inside back cover for contact details).

TAX-FREE GOVERNMENT PENSIONS OR BENEFITS THAT ARE TAKEN INTO ACCOUNT IN THE INCOME TESTS (question IT3)

If you receive any of the government pensions or benefits listed below, you must include at item **IT3** the part of those pensions and benefits that are exempt from tax. In some cases, all of your pension or benefit could be exempt from tax, and in other cases only part of it might be.

Do not include any part of these pensions and benefits that is a bereavement payment, pharmaceutical allowance, rent assistance or remote area allowance, or language, literacy and numeracy supplement.

- Disability support pension paid by Centrelink to a person who is under age-pension age
- Wife pension where both the recipient and their partner are under age-pension age or the recipient is under the age-pension age and their partner has died
- Carer payment under Part 2.5 of the *Social Security Act 1991*
- Pension for defence, peacekeeping or war-caused death or incapacity or any other pension granted under Part II or Part IV of the *Veterans' Entitlement Act 1986*
- Invalidity service pension where the veteran is under age-pension age

Definitions

- Partner service pension where either:
 - the partner and the veteran are under the age-pension age and the veteran is receiving an invalidity service pension, or
 - the partner is under age-pension age, the veteran has died and was receiving an invalidity service pension at the time of death
- Income support supplement paid under Part IIIA of the *Veterans' Entitlements Act 1986*
- Defence Force income support allowance payable to you on a day when the whole of your social security pension or benefit, which is also payable to you on that day, is exempt from income tax under section 52-10 of the *Income Tax Assessment Act 1997*
- A special rate disability pension under Part 6 of Chapter 4 of the *Military Rehabilitation and Compensation Act 2004*
- A payment of compensation under section 68, 71 or 75 of the *Military Rehabilitation and Compensation Act 2004*
- A payment of the weekly amount mentioned in paragraph 234(1)(b) of the *Military Rehabilitation and Compensation Act 2004* (including a reduced weekly amount because of a choice under section 236 of that Act) or of a lump sum mentioned in subsection 236(5) of that Act.

If you are not sure whether a government pension or benefit you have received is a tax-free government pension or benefit for the purpose of this question, phone **13 28 61**.

VETERAN PENSION AGE TEST (question T2)

You meet the **veteran pension age test** if one of the following applied to you and you were eligible for a pension, allowance or benefit under the *Veterans' Entitlements Act 1986*.

- You have eligible war service, that is, service in World War II or operational service as a member of the Australian Defence Force.
- You are a Commonwealth or allied veteran who served in a conflict in which the Australian Defence Force was engaged during a period of hostilities, that is, World War II, or in Korea, Malaya, Indonesia or Vietnam.
- You are an Australian or allied mariner who served during World War II.
- You are the war widow or widower of a former member of the Australian Defence Force.

'Pension, allowance or benefit' includes:

- disability pension
- service pension, and
- white or gold Repatriation health cards for treatment entitlements.

If you are not sure whether you meet the veteran pension age test, go to the Department of Veterans' Affairs at dva.gov.au or phone them on **13 32 54**.

TRAVEL EXPENSE RECORDS (question D2)

	Domestic travel		Overseas travel	
	Written evidence	Travel diary ⁽¹⁾	Written evidence	Travel diary ⁽¹⁾
If you did not receive a travel allowance:				
■ travel less than 6 nights in a row	Yes	No	Yes	No
■ travel 6 or more nights in a row	Yes	Yes	Yes	Yes
If you received a travel allowance and your claim does not exceed the reasonable allowance amount:				
■ travel less than 6 nights in a row	No	No	No ⁽²⁾	No
■ travel 6 or more nights in a row	No	No	No ⁽²⁾	Yes ⁽³⁾
If you received a travel allowance and your claim exceeds the reasonable allowance amount:				
■ travel less than 6 nights in a row	Yes	No	Yes	No
■ travel 6 or more nights in a row	Yes	Yes	Yes	Yes ⁽³⁾

1 A travel diary is a document in which you record the nature, dates, places, times and duration of your activities and travel.

2 Written evidence is required for overseas accommodation expenses regardless of the length of the trip but not for food, drink and incidentals.

3 Members of international aircrews do not have to keep a travel diary if they limit their claim to the amount of the allowance received.

Amounts that you do not pay tax on

You might have received amounts that you do not need to include as income on your tax return. We classify them into three different categories:

- **exempt income**
- **non-assessable non-exempt income**
- some **other amounts** that are not taxable and do not affect any calculation on your tax return.

The most common types of exempt and non-assessable non-exempt income are listed below. If you are not sure whether a payment you have received is exempt income, non-assessable non-exempt income or is another non-taxable amount, phone **13 28 61**.

EXEMPT INCOME

Exempt Australian Government pensions, allowances and payments

- Carer adjustment payment (CAP)
- Carer payment where:
 - **both** the carer **and** the care receivers are under age-pension age, or
 - the carer is under age-pension age and any of the care receivers has died
- Defence Force income support allowance (DFISA) payable to you on a day when the whole of your social security pension or benefit, which is also payable to you on that day, is exempt from income tax under section 52-10 of the *Income Tax Assessment Act 1997*
- Disability support pension paid by Centrelink to a person who is under age-pension age
- Double orphan pension
- Invalidity service pension paid under the *Veterans' Entitlements Act 1986* where the veteran is under age-pension age
- Partner service pension where either:
 - the partner (excluding the non-illness separated spouse of a veteran) and the veteran are under age-pension age and the veteran receives an invalidity service pension, or
 - the partner is under age-pension age and the veteran has died and was receiving an invalidity service pension at the time of death
- Veterans' Affairs disability pension and allowances, war widows and war widowers pension

- Wife pension where both the recipient and their partner are under age-pension age, or the recipient is under age-pension age and their partner has died

Lump sum bereavement payments received as part of any of the payments in the previous column are exempt only up to the tax-free amount. Phone **13 28 61** to find out how much of your payment is exempt.

Exempt Australian Government education payments

- Allowances for students under 16 years old, including the Austudy payment and those allowances paid under ABSTUDY, Youth Allowance, the Assistance for Isolated Children Scheme and the Veterans' Children Education Scheme
- Apprenticeship wage top-up
- The first \$1,000 of an apprenticeship early completion bonus provided under a specified state or territory scheme for occupations with skill shortages
- Australian–American Educational Foundation grant
- Commonwealth scholarships or bursaries provided to foreign students
- Commonwealth secondary education assistance
- Commonwealth Trade Learning Scholarship
- Language, literacy and numeracy supplement
- Endeavour awards research fellowships or an Endeavour Executive Award
- Payments under the Military Rehabilitation and Compensation Act Education and Training Scheme 2004 for eligible young persons whose eligibility was determined under:
 - paragraph 258(1)(a) of the *Military Rehabilitation and Compensation Act 2004* and the eligible young person was under 16 years old, or
 - paragraph 258(1)(b) of the *Military Rehabilitation and Compensation Act 2004*
- Pensioner education supplement and fares allowance paid by Centrelink
- Rent assistance paid to Austudy recipients
- Some scholarships and bursaries received by full-time students
- Supplementary allowances for students paid under the Assistance for Isolated Children Scheme

Other exempt Australian Government payments

- Australian Government disaster recovery payments
- Baby bonus paid by Centrelink
- Carer allowance paid under the *Social Security Act 1991*
- Child care benefit
- Child care rebate
- Child disability assistance under Part 2.19AA of the *Social Security Act 1991*
- DFISA bonus and DFISA bonus bereavement payment under Part VIIAB of the *Veterans' Entitlements Act 1986*
- Family tax benefit
- F-111 desal/reseal ex-gratia lump sum payments
- Household Assistance Package payments which include:
 - Clean Energy Advance
 - Clean Energy Supplement payments
 - Essential Medical Equipment payment
 - Low Income Supplement
 - Single Income Families Supplement
- Loss of earnings allowance paid under the *Veterans' Entitlements Act 1986*
- Lump sum pension bonus paid under the *Social Security Act 1991* or the *Veterans' Entitlements Act 1986*
- Lump sum payment made under section 198N of the *Veterans' Entitlements Act 1986*
- Mobility allowance paid under the *Social Security Act 1991*
- Economic security strategy payment to families under the *A New Tax System (Family Assistance) (Administration) Act 1999* or under the scheme determined under Schedule 4 to the *Social Security and Other Legislation Amendment (Economic Security Strategy) Act 2008*
- Economic security strategy payment under the *Social Security Act 1991* or the *Veterans' Entitlements Act 1986* or under the scheme determined under Schedule 4 to the *Social Security and Other Legislation Amendment (Economic Security Strategy) Act 2008*
- Back to school bonus and single income family bonus paid under the *A New Tax System (Family Assistance) (Administration) Act 1999*
- Training and learning bonus under the *Social Security Act 1991*
- Farmers hardship bonus under the *Social Security Act 1991*
- Education entry payment supplement under the *Social Security Act 1991*
- Payments under the scheme determined under Schedule 4 to the *Household Stimulus Package Act (No. 2) 2009*
- Income support bonus under the *Social Security Act 1991*
- Income support bonus under the scheme prepared under Part VII of the *Veterans' Entitlements Act 1986*
- Income support bonus under the scheme determined under section 258 of the *Military Rehabilitation and Compensation Act 2004*
- The ex-gratia payment from the Australian Government, known as assistance for New Zealand non-protected special category visa holders, for:
 - a disaster that occurred in Australia during 2011–12 or 2012–13, and
 - that the Emergency Management Minister has declared to be a major disaster for the purposes of the Australian Government Disaster Recovery Payment
- The ex-gratia payment from the Australian Government, known as the Disaster Income Recovery Subsidy, for a disaster occurring during the period starting on 3 January 2013 and ending on 30 September 2013
- The ex-gratia thalidomide payment from the Australian Government
- Payment from the Thalidomide Australia Fixed Trust
- Payments to carers under the scheme determined under Schedule 4 to the *Social Security and Veterans' Entitlements Legislation Amendment (One-off Payments and Other Budget Measures) Act 2008*
- Pension bonus and pension bonus bereavement payments under Part 2.2A of the *Social Security Act 1991* or Part IIIAB of the *Veterans' Entitlements Act 1986*
- Pharmaceutical allowances paid under the *Social Security Act 1991*
- Phone allowance paid under the *Social Security Act 1991*
- Quarterly pension supplement paid under the *Social Security Act 1991* or the *Veterans' Entitlements Act 1986*
- Remote area allowance
- Rent assistance
- Schoolkids Bonus
- Seniors supplement paid under the *Social Security Act 1991* or the *Veterans' Entitlements Act 1986*

Amounts that you do not pay tax on

- Sugar industry exit grant where you complied with the condition of the grant not to own or operate any agricultural business within five years after receiving the grant
- Tobacco industry exit grant where you complied with the condition of the grant not to own or operate any agricultural business within five years after receiving the grant
- Utilities allowance paid under the *Social Security Act 1991*
- Veterans supplement paid under the *Veterans' Entitlements Act 1986*
- Outer Regional and Remote (OR&R) payment made under the Helping Children with Autism package
- Outer Regional and Remote (OR&R) payment made under the Better start for children with disability initiative
- Prisoner of War Recognition Supplement payment under Part VIB of the *Veterans' Entitlements Act 1986*
- Amounts you received directly, or which are paid to a person on your behalf, under the National Disability Insurance Scheme for approved reasonable and necessary supports funded under your plan

Exempt Australian Defence Force and United Nations payments

- Certain pay and allowances for Australian Defence Force personnel (your employer will advise you if an amount is exempt)
- Compensation payments for impairment or incapacity resulting from service with a United Nations armed force
- Compensation payments made under the *Military Rehabilitation and Compensation Act 2004*, except those that are income-related payments
- Pay and allowances for part-time service in the Australian Naval, Army or Air Force Reserve
- Some allowances paid to Australian Defence Force personnel who served in prescribed overseas areas (your employer will advise you if an allowance is exempt)
- Payments under the Defence Abuse Reparation Scheme

Other exempt payments

- Certain annuities and lump sums which are paid to an injured person under a structured settlement
- Your share of certain profits or gains arising from disposal of investments by a venture capital limited partnership (VCLP), an early stage venture capital limited partnership (ESVCLP) or an Australian venture capital fund of funds (AFOF)

- Certain distributions from an early stage venture capital limited partnership
- Certain distributions from a pooled development fund
- Certain payments relating to persecution during the Second World War
- Certain profits or gains from disposal of shares in a pooled development fund
- Japanese internment compensation payments made under the *Compensation (Japanese Internment) Act 2001* or the *Veterans' Entitlements Act 1986*
- Certain amounts of interest paid by the Commonwealth on unclaimed money and property

NON-ASSESSABLE NON-EXEMPT INCOME

The most common types of non-assessable non-exempt income are:

- the tax-free component of an employment termination payment (ETP)
- that part of the taxable component of a death benefit ETP below the 2013–14 cap of \$180,000 paid to a dependant
- the tax-free component of a superannuation benefit
- the taxed element of a superannuation income stream or lump sum received by a person 60 years old or older
- the taxed element of a death benefit superannuation income stream paid to a death benefit dependant where
 - the deceased was 60 years old or older at the time of their death, or
 - the recipient was 60 years old or older when they received the benefit
- a tax-free superannuation lump sum benefit paid to a person with a terminal medical condition existing at the time when the lump sum was received or within 90 days after its receipt
- National Rental Affordability Scheme payments or non-cash benefits paid (whether directly or indirectly, such as through an NRAS consortium of which you are a member) by a state or territory government or a relevant body established under a state or territory law
- a superannuation lump sum death benefit received by
 - a dependant, or
 - someone who is not a dependant but received the benefit because of the death of a member of the Australian Defence Force or an Australian police force (including Australian Protective Services) who died in the line of duty

Amounts that you do not pay tax on

- genuine redundancy payments and early retirement scheme payments shown as 'Lump sum D' amounts on your payment summary
- amounts on which family trust distribution tax has been paid (see question **A4** in *Individual tax return instructions supplement 2014*)
- interest or other earnings credited to a first home saver account that you hold or a payment to you from such an account
- government contributions paid under the *First Home Saver Accounts Act 2008*
- government super contributions.

Tax-free income for temporary residents

If you are a temporary resident your foreign income is non-assessable non-exempt income, except income you earn from your employment overseas for short periods while you are a temporary resident.

You are a temporary resident if:

- you hold a temporary visa granted under the *Migration Act 1958*
- you are not an Australian resident within the meaning of the *Social Security Act 1991*, and
- your spouse (if you have one) is not an Australian resident within the meaning of the *Social Security Act 1991*.

If, at any time on or after 6 April 2006, you have been an Australian resident for tax purposes but not a temporary resident, you will not be entitled to the temporary resident exemptions from that time, even if you later held a temporary visa.

For more information, go to ato.gov.au and see *Foreign income exemption for temporary residents – introduction*.

OTHER AMOUNTS THAT YOU DO NOT PAY TAX ON

You do not pay tax on most child support and spouse maintenance payments.

Important information

WHO CAN COMPLETE YOUR TAX RETURN?

You can get someone else to complete your tax return for you.

- A **family member or friend** can help you but they cannot charge you a fee. You must still sign it and you are still legally responsible for the accuracy of the information.
- **Tax Help** is a free service provided by community volunteers trained to help people on low incomes prepare their tax returns. Tax Help operates out of approved community-based centres. Volunteers do not charge a fee for their assistance.
- Only a **registered tax agent** can charge you a fee for preparing your tax return.

LODGE YOUR TAX RETURN BY 31 OCTOBER 2014

You have until 31 October 2014 to lodge your tax return, unless we have allowed you to lodge it late, or you have a later due date because a registered tax agent prepares your tax return.

If you cannot lodge your tax return by 31 October 2014 contact us as soon as possible, before 31 October 2014, to find out whether you can lodge at a later date.

Failure to lodge on time penalty

We may apply a penalty for failure to lodge on time if your tax return is not lodged by the due date.

Generally, we apply a penalty of \$170 for every 28 days (or part thereof) that your tax return is overdue, to a maximum of \$850. We may apply the penalty even where there is no tax payable. However, our policy is not to apply a penalty where:

- you lodge your tax return voluntarily, and
- no tax is payable.

WHERE TO SEND YOUR TAX RETURN

Within Australia

If you decide to lodge a paper tax return, you can:

- use the pre-addressed envelope provided to send it to us, or
- send it to
Australian Taxation Office
GPO Box 9845
IN YOUR CAPITAL CITY

Do not replace the words IN YOUR CAPITAL CITY with the name of your capital city and its postcode – they are not needed because of a special agreement with Australia Post.

From overseas

You can lodge your tax return from overseas as follows:

- online using *myTax* or *e-tax* – go to **ato.gov.au/lodgeonline** for more information. Most refunds are issued within 12 business days.
- lodge a paper tax return and use the pre-addressed envelope to send it to us. Change the address by crossing out **IN YOUR CAPITAL CITY** and replace with **SYDNEY NSW 2001, AUSTRALIA**.

If you are lodging from overseas then cross out the barcode above the address.

YOUR RIGHT TO MAKE A COMPLAINT

If you are dissatisfied with our services, actions or a decision we have made, you have the right to make a complaint.

We recommend that you first try to resolve the issue with the tax officer you have been dealing with, or by following the instructions given to you.

If you are not able to resolve your issue you can escalate the matter, for example, by asking to speak to the tax officer's manager.

If your issue is still not resolved, you can go to **ato.gov.au/complaints** to lodge your complaint online.

Other ways to make a complaint:

- phone our complaints line on **1800 199 010**
- write to
Complaints
Australian Taxation Office
PO Box 1271
Albury NSW 2640
- send a fax to **1800 060 063**.

THE COMMONWEALTH OMBUDSMAN

You may contact the Ombudsman at any time to make a complaint about the ATO. For more information about the Ombudsman's Office and the matters with which they can help you, see **ombudsman.gov.au/pages/tax**

To contact the Commonwealth Ombudsman's office:

- go to **ombudsman.gov.au**
- phone **1300 362 072**
- email **ombudsman@ombudsman.gov.au**
- write to
The Commonwealth Ombudsman
GPO Box 442
Canberra ACT 2601.

THE PRIVACY COMMISSIONER

The Privacy Commissioner receives complaints under the *Privacy Act 1988* and the *Tax File Number Guidelines 2011* issued under the Act.

To contact the Privacy Commissioner:

- go to **oaic.gov.au**
- phone **1300 363 992**
- write to
The Privacy Commissioner
GPO Box 5218
Sydney NSW 2001

More information

WEBSITE

Go to ato.gov.au/instructions2014 for information on anything that you read in the *Individual tax return instructions 2014*.

Our tools and calculators at ato.gov.au/calculators can help you complete your tax return.

PUBLICATIONS

To get publications, taxation rulings, practice statements and forms referred to in the *Individual tax return instructions 2014* you can:

- go to our website ato.gov.au/publications
- phone our Publications Distribution Service 1300 720 092

An automated self-help publications ordering service is available 24 hours a day, every day where you know the title of the publication. For each publication you order, quote the full title printed in the *Individual tax return instructions 2014*.

- go to an ATO shopfront.

Our shopfront addresses are at ato.gov.au
Phone 13 28 61 for an appointment.

PHONE

We can offer a more personalised service if you provide your tax file number (TFN) and have your last notice of assessment with you when you phone us. If you require access to your ATO records you will be asked to prove your identity by providing your TFN and either details from your last notice of assessment or some personal details.

Our phone lines are open Monday to Friday 8.00am to 6.00pm except where otherwise indicated.

You can find a list of our phone numbers in your White Pages.

ATO personal self-help 13 28 65

Our automated phone service is available 24 hours a day, every day, so you can:

- check the progress of your refund
- find lost superannuation
- make an arrangement to pay a tax debt
- lodge your application for a refund of franking credits.

Although providing your TFN is voluntary, you need to quote your TFN to use these self-help services.

Individuals 13 28 61

Phone between 8.00am and 6.00pm Monday to Friday. You can enquire about the following subjects from this service:

- lodging online using *myTax* or *e-tax*
- pay as you go (PAYG), including instalment activity statements

- student loan schemes (HELP and SFSS)
- questions in the *Individual tax return instructions 2014*
- capital gains, rental income, foreign income and other questions in the *Individual tax return instructions supplement 2014*
- lodging your return
- your notice of assessment
- your income tax account, payment arrangements and lost refund cheques
- binding oral advice.

Phoning from overseas

If you are phoning us from overseas, phone

+61 2 6216 1111

during our business hours, 8.00am to 5.00pm (Australian Eastern Standard or Daylight-saving Time) Monday to Friday. Note that our phone numbers may not work from all countries.

You can also fax us:

+61 2 6216 2830

Aboriginal and Torres Strait Islander 13 10 30

Specialises in helping Indigenous clients with their personal tax matters.

People with a hearing, speech or vision impairment

If you are deaf, or have a hearing or speech impairment, contact us through the National Relay Service (NRS).

For more information go to relayservice.gov.au

For information about the *Individual tax return instructions 2014* in accessible formats for the vision impaired, go to the outside back cover.

Business 13 28 66

Complaints

Go to our website and go to 'Contact us'

ato.gov.au

Phone

1800 199 010

Fax

1800 060 063

EFT

1800 802 308

For enquiries about direct deposit of your tax refund

Department of Human Services Families and Parents

line (previously the Family Assistance Office contact number)

13 61 50

Superannuation

13 10 20

To report tax evasion confidentially

Phone (FREECALL)

1800 060 062

Fax (FREECALL)

1800 804 544

Go to our website

ato.gov.au/reportevasion

Mail

Locked Bag 6050, Dandenong VIC 3175

If you do not speak English well and want to talk to a tax officer, phone the **Translating and Interpreting Service (TIS)** on **13 14 50** for help with your call.

Arabic

إذا كنت لاتجيد التحدث باللغة الإنجليزية وكنتم في حاجة إلى مساعدة من مكتب الضرائب، الرجاء الاتصال بخدمة الترجمة الخطية والشفهية (TIS) على الرقم 13 14 50.

Assyrian

ئێ كۆ ئێتێن ئێبێلێئێن بێئیب سەنجێن، بە ئێبێلێئێن بێلێئێن بێلێئێن، ئێبێلێئێن بێلێئێن، ئێبێلێئێن بێلێئێن، ئێبێلێئێن بێلێئێن. (TIS: Translating and Interpreting Service) 13 14 50.

Burmese

အကယ်၍ သင်ဟာ အင်္ဂလိပ်ဘာသာစကား ကောင်းစွာမပြောနိုင်ဘူးဆိုရင်၊ ATO ထံကလည်း အကူအညီလိုအပ်ခဲ့ရင်၊ ဘာသာပြန်နှင့် စကားပြန်ဝန်ဆောင်မှု (TIS: Translating and Interpreting Service) ကို ၁၃ ၁၄ ၅၀ မှာ ဖုန်းဆက်ပါ။

Chinese

如果你的英语说得不好而需要税务局的帮助，请拨打 13 14 50 联系翻译及传译服务处。

Dari

اگر لسان انگلیسی را خوب نمی‌بینید و به کمک اداره مالیات احتیاج دارید، به اداره خدمات ترجمان کتبی و شفاهی به شماره ۱۳۱۴۵۰ تلفون کنید.

Dinka

Naa cī ye jam nē thoꝛ ɛ̄ Dīŋɛ̄līth apath ku gör koony tēnē māktāb de tək· ke yī yub Kīdīma de Tarjama ku Wērēthok (TIS) Tālapun: 13 14 50.

Hindi

यदि आप अंग्रेजी अच्छी तरह से नहीं बोल पाते और आपको ATO से मदद की जरूरत है, तो अनुवाद और व्याख्या सेवा (TIS: Translating and Interpreting Service) को 13 14 50 पर फोन करें.

Indonesian

Jika bahasa Inggris Anda kurang baik, dan membutuhkan bantuan dari ATO (Kantor Pajak Australia), teleponlah Layanan Penerjemahan dan Juru Bahasa (TIS: Translating and Interpreting Service) di 13 14 50.

Japanese

英語でお困りの方で、国税庁のサポートが必要な場合は、翻訳通訳サービス(TIS) 13 14 50 にお電話ください。

Khmer

ប្រសិនបើអ្នកមិនសូវចេះនិយាយភាសាអង់គ្លេសទេ ហើយត្រូវការជំនួយពីការិយាល័យពន្ធដារ សូមទូរស័ព្ទទៅកិច្ចប្រឹក្សាពន្ធដារ (TIS) តាមលេខ 13 14 50.

Korean

영어를 잘하지 못하지만 국세청으로부터 도움을 받고자 한다면, 번역 및 통역 서비스 (TIS) 13 14 50 번으로 전화하십시오.

Persian

اگر بخوبی انگلیسی صحبت نمی‌کنید و به کمک اداره مالیات نیاز دارید، به اداره خدمات ترجمه کتبی و شفاهی به شماره ۱۳۱۴۵۰ تلفن فرمائید.

Russian

Если Вы недостаточно хорошо говорите по-английски, и Вам требуется помощь Налоговой Службы, позвоните в Службу Переводов (TIS) по телефону 13 14 50.

Serbian

Ako ne govorite dobro engleski i treba vam pomoć od Poreske uprave (Tax Office), nazovite Službu prevodioca i tumača (TIS) na 13 14 50.

Somali

Haddii aadan si fiican ugu hadlin Ingiriiska aadna caawimo uga baahan tahay ATO, wac Adeega Tarjumida Qoraalka iyo Afcelinta (TIS: Translating and Interpreting Service) telefoon 13 14 50.

Thai

หากท่านพูดภาษาอังกฤษได้ไม่คล่อง และต้องการความช่วยเหลือจากกรมสรรพากร กรุณาติดต่อฝ่ายบริการล่ามและแปลภาษา (Translating and Interpreting Service - TIS) ที่หมายเลข 13 14 50.

Turkish

İyi İngilizce konuşamıyorsanız ve Vergi Dairesi'nden yardıma ihtiyacınız varsa, 13 14 50 numaralı telefondan Yazılı ve Sözlü çeviri Servisi'ni (TIS) arayın.

Vietnamese

Nếu quý vị không nói rành tiếng Anh và cần sự giúp đỡ của Văn Phòng Thuế Vụ, xin gọi cho Dịch Vụ Thông Ngôn và Phiên Dịch (TIS) ở số 13 14 50.

Tax Help

Tax Help is a network of community volunteers who provide a free and confidential service to help people on low incomes complete their tax returns.

To find out where your nearest Tax Help centre is, phone **13 28 61**.

For people with a vision impairment

Lodge online

Do your tax return online. For more information go to **ato.gov.au/lodgeonline**

Individual tax return instructions in accessible formats

TaxCD

Audio summaries of *Individual tax return instructions 2014* and *Individual tax return instructions supplement 2014* on CD.

TaxDisk

Individual tax return instructions 2014 and *Individual tax return instructions supplement 2014* on disk, formatted for computers with screen reader and speech synthesiser software.

TaxDAISY

Audio format of *Individual tax return instructions 2014* and *Individual tax return instructions supplement 2014* for use in a DAISY player.

These products are available free from the ATO – phone **13 28 61**.

Straightforward tax affairs? Lodge online with



Scan the code to watch our demonstration of just how easy lodging with myTax is.

For more information and to check if it's right for you, go to **ato.gov.au/mytax**