



TD 1999/27 - Income tax: what are the thresholds and limits for superannuation amounts in 1999-2000?

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 This document has changed over time. This is a consolidated version of the ruling which was published on *19 May 1999*

Taxation Determination

Income tax: what are the thresholds and limits for superannuation amounts in 1999-2000?

Preamble

The number, subject heading, date of effect and paragraphs 2 to 7 of this Taxation Determination are a 'public ruling' for the purposes of Part IVAAA of the *Taxation Administration Act 1953* and are legally binding on the Commissioner. Taxation Rulings TR 92/1 and TR 97/16 together explain when a Determination is legally binding.

Date of effect

This Determination applies to the 1999-2000 financial year.

1. In accordance with the *Income Tax Assessment Act 1936* (the Act), there are a number of thresholds and limits that require indexation each year by movements in full-time adult Average Weekly Ordinary Time Earnings (AWOTE).
2. The AWOTE amount is an estimate by the Australian Statistician of the full-time adult average weekly ordinary time earnings for persons in Australia. The estimate for February 1999 was \$743.80 and the estimate for February 1998 was \$721.30. This produces an indexation factor of 1.031.
3. This factor is applied against the 1998-99 thresholds and limits. The new thresholds and limits that apply from 1 July 1999 are set out in the following paragraphs.
4. For the purposes of subsection 27A(20) of the Act, the **tax free amounts** of a bona fide redundancy payment or of an approved early retirement scheme payment are:
 - \$4,858** (formerly \$4,712)
 - \$2,429** (formerly \$2,356).
5. For the purposes of subsections 82AAC(2B) and 82AAT(2B) of the Act, the **age based deduction limits** for superannuation contributions by employers and eligible persons are:
 - \$10,929** (formerly \$10,600)
 - \$30,356** (formerly \$29,443)

\$75,283 (formerly \$73,019).

6. For the purposes of subsection 140ZD(3) of the Act, the **RBL limits** are:

Lump Sum RBL **\$485,692** (formerly \$471,088)

Pension RBL **\$971,382** (formerly \$942,175).

7. For the purposes of section 159SG of the Act, the **upper limit for determining the residual amount**, i.e., the threshold on the post-June 1983 component of an ETP is:

\$96,637 (formerly \$93,731).

Commissioner of Taxation

19 May 1999

Previous draft:

Not previously released in draft form

Related Rulings/Determinations:

TD 96/24; TD 97/11; TD 98/12

Subject references:

age based deduction limits; approved early retirement scheme; bona fide redundancy; elective deduction limit; lump sum reasonable benefit limit; pension reasonable benefit limit

Legislative references:

ITAA 27(2); ITAA 82AAC(2B); ITAA 82AAT(2B); ITAA 140ZD(3); ITAA 159SG

Case references:

ATO references:

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