


***TD 93/63 - Income tax: are fees paid by a taxpayer for the electronic transmission of income tax information deductible as tax-related expenses?***

 This cover sheet is provided for information only. It does not form part of *TD 93/63 - Income tax: are fees paid by a taxpayer for the electronic transmission of income tax information deductible as tax-related expenses?*

This Determination, to the extent that it is capable of being a 'public ruling' in terms of Part 4VAAA of the *Taxation Administration Act 1953*, is a public ruling for the purposes of that Part. Taxation Ruling TR 92/1 explains when a Determination is a public ruling and how it is binding on the Commissioner. Unless otherwise stated, this Determination applies to years commencing both before and after its date of issue. However, this Determination does not apply to taxpayers to the extent that it conflicts with the terms of a settlement of a dispute agreed to before the date of issue of the Determination (see paragraphs 21 and 22 of Taxation Ruling TR 92/20).

---

---

## Taxation Determination

---

---

### **Income tax: are fees paid by a taxpayer for the electronic transmission of income tax information deductible as tax-related expenses?**

1. Yes. Section 69 of the *Income Tax Assessment Act 1936* allows a deduction for expenditure in respect of tax-related matters. Tax-related matters include the management or administration of a taxpayer's income tax affairs. The electronic transmission of income tax related information to the Commissioner is such a matter.
2. A registered tax agent who is a participant in the Electronic Lodgment Service (ELS) is able to transmit information relating to a client's income tax affairs to the Commissioner electronically, through either the agent's own ELS facility or through a shared facility. Alternatively, taxpayers themselves may arrange for the electronic transmission of the details of their income tax return to the Commissioner through the 'Fast Tax' service offered by Australia Post. The cost of using either of these services is deductible to the taxpayer under section 69 in the year in which it is incurred.
3. Similarly, the deductibility of a fee paid by a taxpayer for the preparation of a tax return is not affected by the fact that some part of that fee was attributable to the cost to the tax agent of using these services.

**Commissioner of Taxation**

08/04/93

---

FOI INDEX DETAIL: Reference No. I 1214632

Previously issued as Draft TD 93/D50

Related Determinations:

Related Rulings:

Subject Ref: allowable deductions; electronic lodgment; tax-related expenses

Legislative Ref: ITAA 69

Case Ref:

ATO Ref: L92/3117-0

---

ISSN 1038 - 8982