

Table B1: Estimated Tax Expenditures Through Retirement and Other Employment Termination Tax Concessions 1994-95 to 2001-02

	1994-95	1995-96	1996-97	1997-98	1998-99	1999-00	2000-01(a)	2001-02(a)
	(\$m)	(\$m)	(\$m)	(\$m)	(\$m)	(\$m)	(\$m)	(\$m)
Costs(b)								
1 Under taxation of employer contributionsa(c)	2870	3900	3770	4090	4300	4460	3630	3860
2 Deduction for self-employed/unsupported	180	150	190	170	170	170	170	140
3 Under taxation of fund earnings	1940	3460	4440	4130	4250	4590	4310	4530
4 Under taxation of unfunded lump sums	1110	1120	1080	1090	1100	1110	1120	870
5 Superannuation rebate - low income earners	45	35	30	20	25	25	25	25
6 Superannuation rebate - low income spouse	nil	nil	nil	nil	20	20	20	20
Sub-total	6,145	8,665	9,510	9,500	9,865	10,375	9,275	9,445
Offsets								
7 Tax on funded pensions	(d)	(d)	(d)	(d)	(d)	(d)	(d)	(d)
8 Tax on funded lump sums before 1/7/83	85	40	30	30	25	25	20	20
9 Tax on funded lump sums from 1/7/83	290	310	320	360	400	450	510	570
Sub-total	375	350	350	390	425	475	530	590
Total Tax Expenditure	5,770	8,315	9,160	9,110	9,440	9,900	8,745	8,855

(a) Includes the new personal income tax rates announced in A New Tax System.

(b) Includes the revenue impact of the surcharge on superannuation contributions for high income earners.

(c) Includes the changes to Fringe Benefit Tax announced in A New Tax System requiring employers to identify on group certificates the grossed-up taxable value of fringe benefits, starting in the 1999-2000 income year, for determining the liability for tax surcharges such as the superannuation contribution surcharge.

(d) Indeterminate, but unlikely to be significant.

Source: Australian Taxation Office