[A3.3] There are three income levels; each is taken in turn.

1. For a taxable income of $20,500:

|  |  |
| --- | --- |
|  | *$* |
| Income tax | 437.00 |
| *Less:* low-income tax offset | (445.00) |
| *Less:* low- and medium-income tax offset | (255.00) |
|  | Nil |
| Medicare levy (below threshold) |  |
| HELP | Nil |
| Total amount payable | Nil |

2. For a taxable income of $38,000:

|  |  |
| --- | --- |
|  | *$* |
| Income tax | 3,897.00 |
| Medicare levy ($38,000 × 2.0%) | 760.00 |
| HELP (below threshold) | 0 |
| *Less:* low-income tax offset | (430.00) |
| *Less:* low- and medium-income tax offset | 330.00 |
| Total amount payable | 3,897.00 |

3. For a taxable income of $65,000:

|  |  |
| --- | --- |
|  | *$* |
| Income tax | 12,672.00 |
| Medicare levy ($65,000 × 2.0%) | 1,300.00 |
| HELP ($65,000 × 3.5%) | 2,275.00 |
| *Less:* low-income tax offset | (25.00) |
| *Less:* low- and medium-income tax offset | 1,080.00 |
| Total amount payable | 15,142.00 |

The answer to the calculation for $38,000 had a typographical error in the last line. This paper shows the correct answer.