

# Laptop/Tablet/Mobile Phone

**Salary package using pre-tax dollars and save.** The item must be primarily used for work purposes

Salary packaging this benefit does not affect other FBT benefits and provides additional tax savings

## Key Characteristics

- Easily transportable.
- Small in size.
- Able to be operated without external power.

## Benefit

- If packaging can be a very tax effective method of acquiring an item such as a laptop, tablet or mobile phone.
- The cost of acquiring the item is paid using your pre-tax earnings.

## Fringe Benefits Tax (FBT)

- If the item is primarily for work use, it is exempt from FBT.
- Only one of the same item can be packaged in an FBT year.
- If the item is packaged in the current FBT year and the reimbursement of its purchase price or the term of the packaging runs into the next FBT year, you cannot package a second item that is the same in either of the FBT years.

## GST

- GST will be charged by the supplier on the purchase of your item.
- If your employer has agreed, they can claim an Input Tax Credit (ITC) for the GST paid on your item.
- The ITC is able to be passed back to you by your employer if this is their policy.

You can use the calculator on the Selectus website to see how the tax savings can apply to your own circumstances.

Confirm your employer will sign a Work Use Declaration to salary package a laptop, tablet or mobile phone

Purchase Item and forward receipt to Selectus together with a Package Set Up Form that has the employer declaration signed by your employer

Nominate equal deductions from your salary and the number of pay periods until total cost of the item is reimbursed

Nominated amount will be deducted from your gross salary and tax payable will be reduced  
The deduction will be reimbursed into the bank account chosen by you

**Example:**  
Purchase tablet for \$800  
Nominate \$200 deduction per pay for four pays

Gross Salary will be reduced by \$200 per pay  
Tax is not paid on the \$200  
The amount of Tax saved depends on your Annual Salary and Marginal Tax Rate