

Payroll Tax exemption

For interstate businesses that relocate to regional Tasmania...

What is the exemption?

A three-year payroll tax exemption will be available where an interstate business relocates their operations to regional Tasmania. The exemption will commence from the date the employer becomes eligible - so long as that occurs between **1 July 2018** and **30 June 2021** inclusive.

Eligibility criteria

A. What is meant by 'regional' Tasmania?

For the exemption, 'regional' means any area of Tasmania **not** within the local government [municipalities](#) of:

- Hobart;
- Clarence;
- Glenorchy; or
- Kingborough.

B. Eligible relocating businesses

To be eligible, the employer must:

- be an existing business in a location other than Tasmania prior to the relocation; and
- not have paid taxable wages in Tasmania (either themselves or as a member of a group) in the 5 year period preceding the relocation; and
- relocate or expand its business, in part or entirety, to regional Tasmania; and
- commence physical operations from real property in regional Tasmania; and
- commence the payment of wages for work conducted in regional Tasmania.

See *additional eligibility criteria in the next column.*

C. Eligible employees

For an eligible employer's wages to be considered exempt, the wages must be paid to an employee that conducts at least 80 per cent of their work in regional Tasmania.

Businesses that are not eligible

The takeover, merger or similar of an existing Tasmanian business are all excluded from the exemption.

How do I claim the exemption?

When lodging your regular returns, you will exclude the exempt wage component. You will need to declare to the State Revenue Office the amount of exempt wages you have claimed annually, by 21 July.

Contact and other details

- Web: www.sro.tas.gov.au
- Email: taxhelp@treasury.tas.gov.au
- Ph: (03) 6166 4400
9:00am to 5:00pm, weekdays
- State Revenue Office
Ground floor
Salamanca Building Parliament Square
4 Salamanca Place HOBART
9:00am to 5:00pm, weekdays