

Contents

Chapter 1	The Business Tax System	11
1.1	Creating a Business	12
1.2	Operating a Business	14
1.3	Introduction to Activity Statements	31
1.4	Providing BAS Services	33
1.5	Income Tax	51
	Self-Testing Exercise Solutions	62
	Review Questions	70
Chapter 2	PAYG and the Instalment Activity Statement	75
2.1	What is PAYG?	76
2.2	The PAYG Withholding System	77
2.3	PAYG Tax Withheld and Activity Statements	80
2.4	The PAYG Instalment System	100
2.5	PAYG Instalments and Activity Statements	103
2.6	Completing Instalment Activity Statements	124
	Self-Testing Exercise Solutions	144
	Review Questions	160
Chapter 3	The Goods and Services Tax	173
3.1	The Mechanics of GST and the BAS	174
3.2	Types of Supply	178
3.3	Methods for Calculating GST Liability	184
3.4	The GST Calculation Worksheet: GST on Sales	185
3.5	The GST Calculation Worksheet: GST on Purchases	202
	Self-Testing Exercise Solutions	232
	Review Questions	246

Chapter 4	Other Reporting Requirements	275
4.1	Luxury Car Tax	276
4.2	Fuel Tax Credits	282
4.3	Wine Equalisation Tax	292
4.4	Fringe Benefits Tax.....	298
	Self-Testing Exercise Solutions	310
	Review Questions	316
Chapter 5	Completing the Business Activity Statement	319
5.1	Payment.....	320
5.2	GST Reporting Periods.....	320
5.3	BAS Form Types	322
5.4	Completing the BAS	326
	Self-Testing Exercise Solutions	360
	Review Questions	374
Chapter 6	Advanced BAS Topics	391
6.1	Cash and Non-Cash GST Reporting.....	392
6.2	The Accounts Method	407
6.3	Interacting with the Australian Taxation Office	430
6.4	Lodgement of Activity Statements	431
6.5	Payment and Refunds	438
6.6	Errors and Adjustments.....	440
6.7	Cash Flow Management for Taxation Liabilities	443
	Self-Testing Exercise Solutions	445
	Review Questions	456
Chapter 7	BAS Preparation in a Computerised Accounting System	463
7.1	Tax Codes	464
7.2	Processing BAS and GST Transactions in MYOB	466
7.3	MYOB BASlink	491
Appendix		501
	Reference Sheet: Activity Statement Types	501
	Weekly Tax Table	502
	STSL Weekly Tax Table	511
	Index	518