
■ D A V I D ■ B ■ A L L A N ■

My ref: DBA29NO

09 November 2011

The Hon Wayne Swan MP
Parliament House
CANBERRA ACT 2600

The Hon Senator Penny Wong
Parliament House
CANBERRA ACT 2600

Dear Treasurer and Minister for Finance and Deregulation

Subject: **Income Tax**

The "progressive" taxation system tops out at '\$180,000 and over' taxable income.

It is my submission that this capping of the marginal income tax rate at \$180,000 is inequitable and, having regard to the extraordinarily large remuneration packages enjoyed by a large number of individuals, it unduly favours those high income individuals.

Additional bands in the progressive tax scale would be far more equitable and may even contribute to recovery of a budget surplus and accordingly, I suggest the implementation of the following or similar be given consideration:

Taxable Income	Marginal Tax Rate
\$180,001 to \$300,000	\$0.45
\$300,001 to \$750,000	\$0.50
\$750,001 to \$1,500,000	\$0.55
\$1,500,001 to \$3,000,000	\$0.60
\$3,000,001 to \$7,500,000	\$0.65
\$7,500,001 to \$15,000,000	\$0.70
\$15,000,000 to \$75,000,000	\$0.75
\$75,000,000 and over	\$0.80

Further, the top 10% of the highest income individuals should be subject to continuous annual audit, with all corporations and entities being required to report to the ATO all payments made to individual directors and executives every financial year.

Yours faithfully,

A handwritten signature in black ink, appearing to read "D.B. Allan". The signature is written in a cursive style with a large initial "D" and "A".

David B. Allan