



LARRY'S LANDSCAPING PAYROLL POLICY & PROCEDURE

Effective xx/xx/xxxx (Current date)

Student name: <insert student name here>
Student number: <insert student number here>

FNSACC413 Make decisions in a legal context



Policy

1. Purpose and scope

- 1.1 The purpose of the policy and procedure is to place payroll as an important part of the accounting function and integral to compliance requirements as set out with legislative bodies and government.
- 1.2 This policy and procedure provide a framework for applying and managing effective payroll practices.

2. Terminology

2.1 For the purposes of this policy and procedure, the following terms apply:

- ATO: Australian Taxation Office
- Fair Work: Fair Work Act 2019
- ASIC: Australian Securities and Investment Commission
- Corporations Act 2001
- Superannuation Act
- Privacy Act

3. Procedure

3.1 Collection of Staff details:

Upon hiring a new staff member, the following information will be collected for compliance purposes.

1. Tax Declaration Form
2. Personal details and emergency contact
3. Bank details
4. **Superannuation choice form**

3.2 Processing Payroll payments

- 3.2.1 All staff members will be paid weekly on Thursday.
- 3.2.2 Staff leave used during the period is to be applied.
- 3.2.3 Enter all payroll timesheets into the accounting system.
- 3.2.4 Payroll is to be authorised by Larry before processing payments.
- 3.2.5 Staff will receive net payments via **Electronic Funds Transfer (EFT)**
- 3.2.6 **Print and issue payslips to all employees along with cheques.**
- 3.2.6 **Electronic payslips will be Issue to all staff**
- 3.2.7 **Staff will be issued with a pay slip within one (1) working day of being paid**

Commented [GT1]: Remove this point

Student name: <insert student name here>

Student number: <insert student number here>

FNSACC413 Make decisions in a legal context



4. Withholding Tax

- 4.1 Payment is to be made after end of year reconciliation has been completed.
- 4.2 Payment is to be made to the Australian Taxation Office (ATO) every quarter, as per the ATO requirements.
- 4.3 Unless otherwise specified by and agreed to by the ATO, payments are to follow the schedule:
Quarter 1 (July-September) – **28 October**
Quarter 2 (October-December) – **28 February**
Quarter 3 (January-March) – **28 April**
Quarter 4 (April- June) – **28 July**
- 4.4 PAYG Withholding is to be reported through the Business Activity Statement
- 4.5 Withholding tax payments are paid directly to the Australian Taxation Office by **electronic funds transfer**.
- 4.6 The reporting and lodgement of PAYG is to be processed through the business portal.

Commented [GT2]: Remove this point

5. Superannuation

- 5.1 The current rate of superannuation is paid at 11%. (assessor please not this rate is for 2023/24 FY, 2024/25 FY the rate will be 11.5% and 2025/26 FY onwards the rate will be 12%)
- 5.2 Payment of the superannuation is quarterly as per the following:
Quarter 1 (July-September) – **28 October**
Quarter 2 (October-December) – **28 January**
Quarter 3 (January-March) – **28 April**
Quarter 4 (April- June) – **28 July**
- 5.3 The superannuation will be paid directly to the Small Business Superannuation Clearing House, which will then forward the funds to the employees' choice superannuation fund.
- 5.4 Payment of the superannuation is made by **electronic funds transfer** or BPay.

6. Record keeping retention and disposal

- 6.1 Filed payroll payment records are to be stored in the yearly folder they relate to and kept in a **locked cabinet** in the shared office space.
- 6.2 Access to payroll records containing personal and sensitive information is restricted to **authorised personnel**.

Student name: <insert student name here>

Student number: <insert student number here>

FNSACC413 Make decisions in a legal context



- 6.3** In line with ASIC requirements, records are to be kept securely for a period of seven (7) years.
- 6.4** Records are to be de-identified and destroyed by shredding the documents after the seven (7) year retention period.

Student name: <insert student name here>
Student number: <insert student number here>

FNSACC413 Make decisions in a legal context