

Revenue

Earnings and profits tax collection in 2009-10 stood at \$123.2 billion, a decrease of \$22.9 billion or 15.7% from the previous year. The stock market and property market were active in the year and pushed the stamp duty collection to \$42.4 billion, a year-on-year increase of \$10.2

billion or 31.8%. Overall, the total revenue collected by IRD in the year was \$179.1 billion, dropped by \$12.4 billion or 6.5% from the last year (**Figure 1, Schedules 1 and 2**).

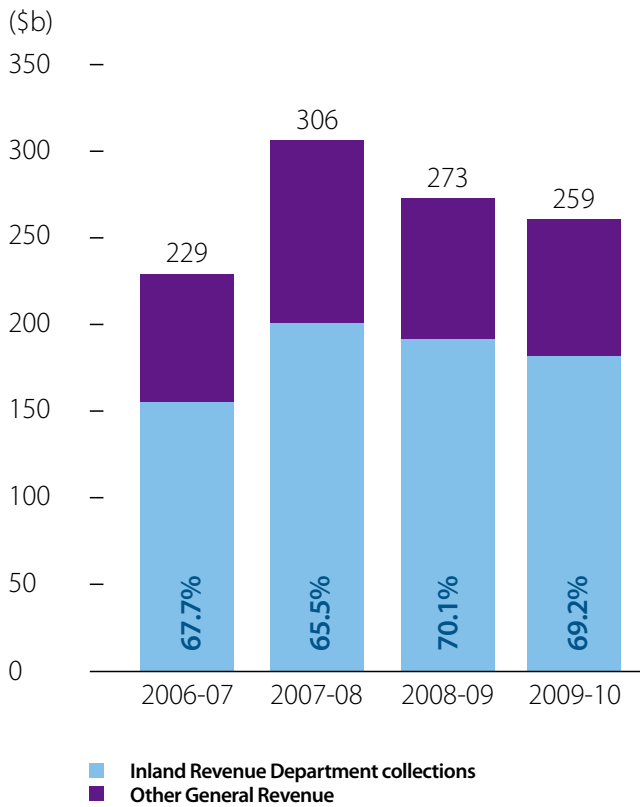
Figure 1 Revenue collected by tax type

Type of tax	2006-07 (\$m)	2007-08 (\$m)	2008-09 (\$m)	2009-10 (\$m)
Profits tax —				
Corporations	65,499.6	86,775.6	99,294.4	72,224.3
Unincorporated businesses	6,419.4	4,647.1	4,857.1	4,381.1
Salaries tax	38,585.6	37,479.5	39,007.9	41,245.4
Property tax	1,247.4	1,240.6	832.5	1,677.6
Personal assessment	3,565.6	3,586.6	2,151.1	3,655.8
Total earnings & profits tax	115,317.6	133,729.4	146,143.0	123,184.2
Estate duty	777.7	353.4	176.0	185.1
Stamp duty	25,076.6	51,549.1	32,162.1	42,382.6
Betting duty	12,047.4	13,048.4	12,620.3	12,767.1
Business registration fees	1,497.9	1,565.8	154.4	578.7
Hotel accommodation tax (Tax rate reduced to 0% from 1 July 2008)	384.2	450.4	222.9	0.0
Total revenue collected	<u>155,101.4</u>	<u>200,696.5</u>	<u>191,478.7</u>	<u>179,097.7</u>
% change over previous year	7.0%	29.4%	-4.6%	-6.5%

The revenue collected by the Department during 2009-10 accounted for 69.2% of the Government General Revenue (**Figure 2**). Profits tax contributed the largest part of the total revenue collected, followed by stamp duty. Together they made up 66.5% of the total revenue collected (**Figure 3**).



Figure 2 Government General Revenue



With a drop in revenue collections during the year, the cost of collection of revenue increased slightly from 0.63% to 0.65% (Figure 4).

Figure 4 Cost of collection

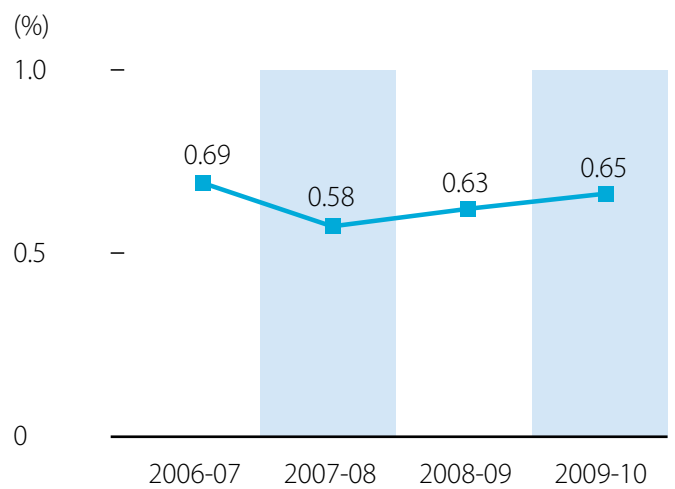


Figure 3 Composition of the revenue collection

