

## 2

## Revenue

In 2012-13, the Inland Revenue Department collected \$242.1 billion. It represents a slight increase of \$3.8 billion or 1.6% over the amount collected in the previous year. The increase mainly came from profits tax. Profits tax collections increased by 6% to \$125.6 billion. Salaries tax collections, on the other hand, was reduced by 2% to \$50.5 billion because of the tax relief measures introduced in the 2012-13 budget. Stamp duty collections also fell by 3% to \$42.9 billion because the stock market had been less than active for most of the time during the year, although the property market was rather exuberant. An analysis of the revenue collected by tax type is provided in **Figure 1**.

**Figure 1 Revenue collected by tax type**

Type of tax	2009-10 (\$m)	2010-11 (\$m)	2011-12 (\$m)	2012-13 (\$m)
Profits tax -				
Corporations	72,224.3	88,191.4	113,798.6	<b>120,727.2</b>
Unincorporated businesses	4,381.1	4,991.7	4,801.3	<b>4,911.2</b>
Salaries tax	41,245.4	44,254.7	51,761.3	<b>50,467.0</b>
Property tax	1,677.6	1,647.1	1,948.4	<b>2,258.2</b>
Personal assessment	3,655.8	3,921.8	4,512.2	<b>4,078.2</b>
<b>Total earnings &amp; profits tax</b>	<b>123,184.2</b>	<b>143,006.7</b>	<b>176,821.8</b>	<b>182,441.8</b>
Estate duty	185.1	212.8	94.2	<b>137.6</b>
Stamp duty	42,382.6	51,005.1	44,355.9	<b>42,879.7</b>
Betting duty	12,767.1	14,759.1	15,760.6	<b>16,564.8</b>
Business registration fees	578.7	35.7	1,292.9	<b>122.9</b>
<b>Total revenue collected</b>	<b>179,097.7</b>	<b>209,019.4</b>	<b>238,325.4</b>	<b>242,146.8</b>
<b>% change over previous year</b>	<b>-6.5%</b>	<b>16.7%</b>	<b>14.0%</b>	<b>1.6%</b>

The revenue collected by the Department during 2012-13 accounted for 69.1% of the Government General Revenue (**Figure 2**). Profits tax contributed the largest part of the total revenue collected, followed by salaries tax. Together they made up 72.7% of the total revenue collected (**Figure 3**).

Figure 2 Government General Revenue

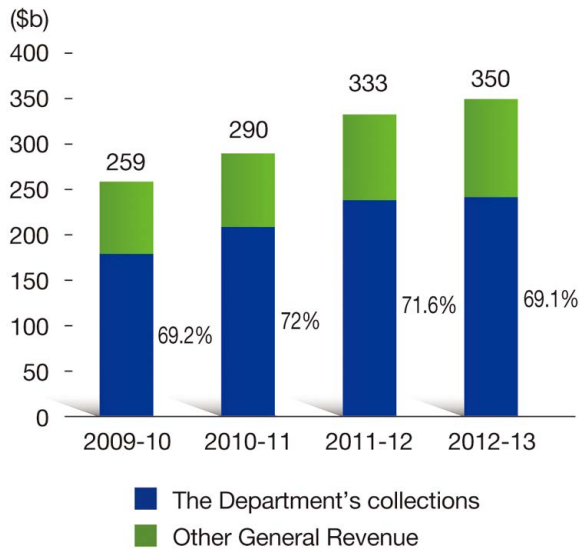
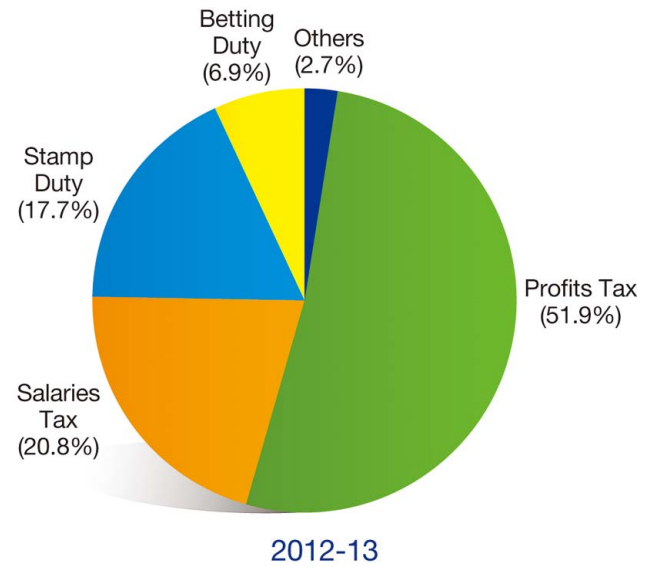


Figure 3 Composition of the revenue collections



In 2012-13, the cost of collection of revenue rose from 0.51% to 0.54% (Figure 4).

Figure 4 Cost of collection

