alloc8

Alloc8 User Guide

GST Rounding Options

Last Updated: November 2020

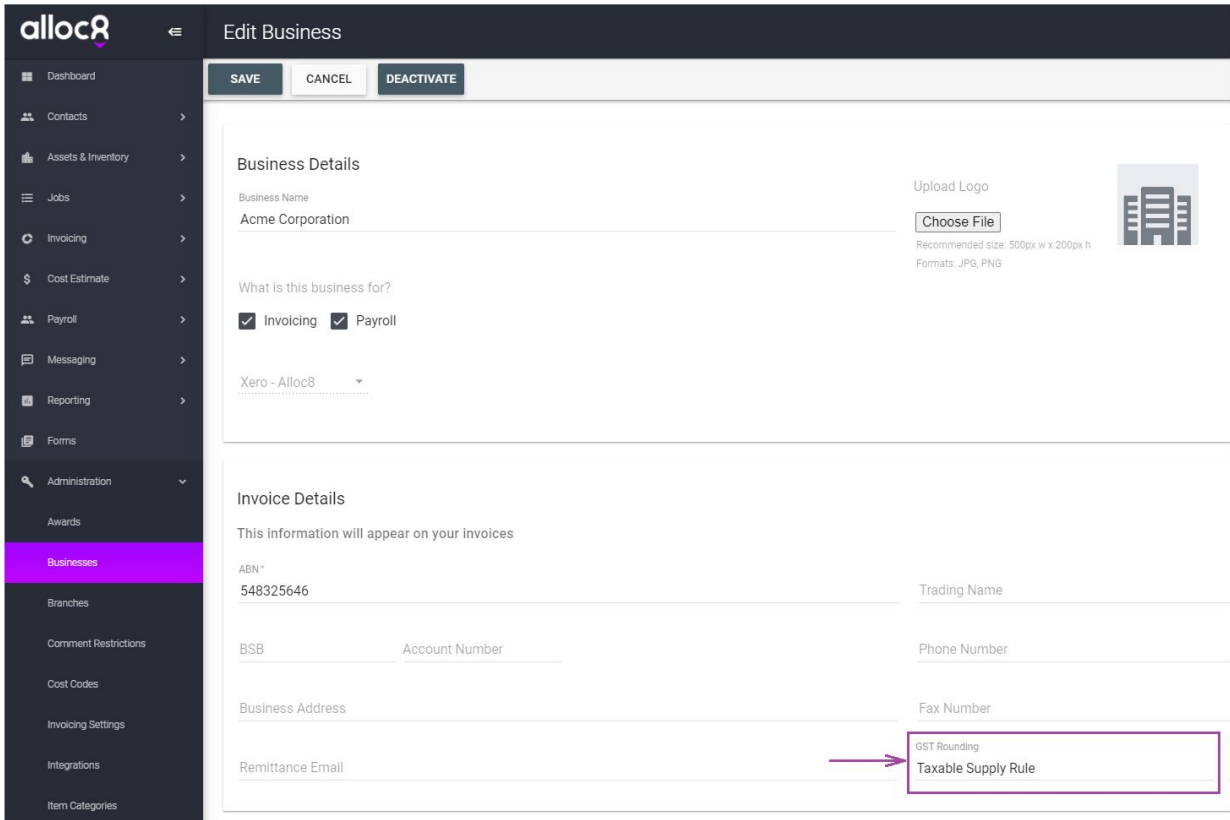# GST Rounding Options

Contents

Overview

There are two different ways to calculate GST in Australia - by *Taxable Supply Rule* or *Total Invoice Rule.* By default, Alloc8 uses the Taxable Supply Rule. For Xero customers, this method of calculation is the same. However MYOB uses *Total Invoice Rule.* This results in a 1-2 cent difference when exporting invoices to MYOB.

To cater for this, Alloc8 now allows you to select your preferred calculation of GST from the Businesses page. Simply go to the *Administration* menu and select *Businesses*. Choose the business of your branch and click the ✏ icon next to it. Once you are redirected to the Edit Business page, select your preferred GST rounding from the dropdown under 'Invoice Details'.

Note: Only new invoices that are created after the rule has been changed will use the new rule.

Taxable Supply Rule

Under this rule, the unrounded amounts of GST for each invoice line item are totalled and then rounded to the nearest cent (rounding 0.5 cents upwards).

Alternatively, if all the taxable sales on a tax invoice include an amount of GST that is exactly 1/11 of the price, you may choose to add up the GST-exclusive value of each taxable sale, calculate GST on that amount, and then round to the nearest cent (rounding 0.5 cents upwards).

		Qty	Price	Total (ex GST)
17/11/20 Docket 2036				
Coleraine-Edenhope Road, Harrow VIC 3317				
08:00-23:15				
Straight to Site Day Rate 0-8 hrs		8.00	25.21	201.68
Straight to Site Day Rate 8-10 hrs		2.00	26.12	52.24
Straight to Site Night Rate 10+ hrs		5.25	30.12	158.13
Authorised By : Aerith Gainsborough				

	Total (ex GST)	GST (10%)	Total (inc GST)
	$201.680	$20.170	$221.850
	$52.240	$5.220	$57.460
	$158.130	$15.810	$173.940
	$412.050	**$41.200**	**$453.250**

Please make cheques payable to:	Sub Total (ex GST) :	$412.05
Acme Corporation	GST :	$41.20
or EFT to BSB A/C	Invoice Total :	$453.25

Total (ex GST) = Qty * Price ➜ round off the result to the nearest cent

GST = Total (ex GST) * GST% ➜ round off the result to the nearest cent

Total (inc GST) = Total (ex GST) + GST

The *Sub Total (ex GST)*, *Total GST*, and *Invoice Total* are then rounded off to the nearest cent.

Total Invoice Rule

Under this rule, you need to work out the amount of GST for each individual taxable sale. Where the unrounded amount of GST has more decimal places than your accounting system can record, the amount is rounded up or down as appropriate. You then need to add the individual amounts and round this total to the nearest cent (rounding 0.5 cents upwards).

		Qty	Price	Total (ex GST)
17/11/20 Docket 2036				
Coleraine-Edenhope Road, Harrow VIC 3317				
08:00-23:15				
Straight to Site Day Rate 0-8 hrs		8.00	25.21	201.68
Straight to Site Day Rate 8-10 hrs		2.00	26.12	52.24
Straight to Site Night Rate 10+ hrs		5.25	30.12	158.13
Authorised By : Aerith Gainsborough				

	Total (ex GST)	GST (10%)	Total (inc GST)
	$201.680	$20.168	$221.848
	$52.240	$5.224	$57.464
	$158.130	$15.813	$173.943
	$412.050	**$41.205**	**$453.255**

Please make cheques payable to:	Sub Total (ex GST) :	$412.05
Acme Corporation	GST :	$41.21
or EFT to BSB A/C	Invoice Total :	$453.26

Total (ex GST) = Qty * Price ➜ round off the result to the nearest cent

GST = Total (ex GST) * GST%

Total (inc GST) = Total (ex GST) + GST

The *Sub Total (ex GST)*, *Total GST*, and *Invoice Total* are then rounded off to the nearest cent.