

Operating Lease Vehicles.

By Salary Packaging an Operating Lease vehicle you can reduce your tax and increase your take home pay.



What's included?

An Operating Lease will include all leasing and operating costs up to your nominated number of kilometres. These costs include:

- Lease payments
- Fuel
- Insurance
- Registration
- Service/Maintenance
- Tyres

In most cases the majority of these costs are deducted from your before-tax salary, with the balance, depending on the vehicles FBT value, taken from your after-tax income. The before and after tax deductions make up the total deducted to pay for the leasing and running of your vehicle. **By lowering your taxable income you pay less tax.** Your lease will include a budget for your fuel and running costs based on the estimated number of kilometres you travel each year.

You may adjust your budget at any time if your usage changes during the course of the lease.

How you benefit

With an Operating Lease the majority of your finance and operating costs are paid from your before tax income which therefore reduces your tax payable and your take home pay.

Paywise will collect enough money from your after tax income to eliminate any FBT liability or Reportable Fringe Benefits.

Operating lease

An Operating Lease vehicle is yours to use as your own, but the underlying agreement to receive the benefits is between three parties.



What vehicle can be Salary Packaged?

The ATO definition of a motor vehicle includes, new and used vehicles, station wagons, panel vans, utility trucks or similar vehicles designed to carry a load of less than one tonne or fewer than 9 passengers.

A motor bike is considered a vehicle other than car by the ATO and can therefore can not be included in an Operating Lease.

How it works day to day

Before you get paid your salary...

Your employer will deduct the agreed amount each pay cycle and sends it to Paywise.

Paywise will pay your nominated Leasing Company.

These funds are used to pay for your vehicles lease payments and all running costs, and because of the way it's collected from your pre and post tax salary you save.

What's included with your operating lease?

Government pricing on new vehicles

With an Operating Lease your vehicle will be licensed in the name of the employer which means you get heavily discounted pricing.

Lease payments

The Leasing Company will calculate the finance payments based on the term of the lease and the kilometres you nominate you will travel over the lease period.

Fuel

A budget for your fuel will be included in your lease and you will be provided with a fuel card.

Running costs

Servicing, maintenance, annual registration, brakes and tyres are all included in your your payroll contribution.

Comprehensive insurance

Your lease payment will include full comprehensive insurance cover to protect you over the period of the lease.

Hand the vehicle back

At the end of your Operating Lease you will simply hand your vehicle back to the Fleet Company.

Lease companies

To ensure you get the best Operating Lease quote Paywise will seek a quote from 2 of Australia's premier Operating Lease companies:

Custom fleet & SG fleet

On receipt of the two quotes Paywise will prepare the Salary Packaging impact figures based on the cheaper of the two.

The process

1. Contact Paywise to receive a quotation or discuss your options.
 - Call Paywise Fleet on 1300 80 22 77
 - email your enquiry to cars@paywise.com.au
 - submit your enquiry through www.paywise.com.au
 - attend an onsite Paywise information session
2. Paywise will request quotes from the two leasing companies and provide to you the best of the two quotes and what the cost will be to you under salary packaging. Lease quotes are prepared at no cost to you.
3. If you wish to proceed you will be required to seek financial advice or opt to waive the requirement.
4. Paywise will provide to you the OFFER TO SALARY PACKAGE which is required to be signed by your HR department.
5. On receipt of the above Paywise will prepare Lease and authorisation documents and place the order with the Leasing Company.
6. On settlement your vehicle will be delivered to you and Paywise will notify payroll to forward your deductions."
7. Now you can enjoy the benefits and tax savings of your lease.



Visit our website to view our monthly vehicle offers & calculate your savings with our online calculator:

www.paywise.com.au

Or call us now on 1300 802 277

cars@paywise.com.au