

Parliamentary Joint Committee on Corporations and Financial Services
Inquiry into the regulation of auditing in Australia
KPMG responses to Questions on Notice, received 23 December 2019

F. Partner tax rates

Question 1:

What are the most up-to-date figures on the average annual effective tax rates paid by KPMG partners?

Response:

Our partners pay an average tax rate between 35 and 37 percent.

Question 2:

Are you able to provide any granularity regarding the effective tax rate of partners? For example, average income quintiles and average tax paid per income quintile.

Response:

As noted above, our partners pay an average tax rate between 35 and 37 percent. The tax on our profits is paid primarily by partners rather than by the firm.

We believe that the tax arrangements adopted by the partnership are appropriate and consistent with ATO policy. We are confident that our firm's taxation obligations are appropriately managed and met.