**Financial Capability Rubric – Taxation\***

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| **Financial Capability learning outcomes - Taxation** |
| **Capability** | **Theme** | **Level 4** | **Level 5** | **Level 6** | **Level 7** | **Level 8** |
| **Manage money and income** | System | * Explain why Aotearoa New Zealand has a revenue system.
* Describe differences between goods and services.
* Explain Goods and Services Tax (GST).
* Explain how tax is collected.
* Understand what tax is used for in Aotearoa New Zealand.
* Explain the purpose of an IRD number.
 | * Explain why individuals, businesses and families are taxed differently.
* Describe how taxation contributes to the overall wellbeing of Aotearoa New Zealand.
* Explain how Goods and Services Tax (GST) is paid and collected.
* Understand the differences between inclusive and exclusive prices of products and services in Aotearoa New Zealand.
 | * Use GST rate to calculate inclusive and exclusive prices in Aotearoa New Zealand.
* Describe and explain how different taxes, e.g., rates, are spent at a local level.
 | * Describe and explain how different taxes are spent at a national level, e.g., Government budget.
 | * Describe and explain an issue/s around taxation relating to the New Zealand economy.
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| Individuals | * Explain how your income contributes to the wellbeing of others (individuals/whānau/groups/iwi/hapū).
* Explain purpose of an IRD number
* Discuss why you, as an individual, pay income tax.
* Explain how income tax is collected.
* Define hourly, weekly, net pay and annual gross pay.
* Describe different sources of income (e.g. from employment, sales, gifts, investments, government benefits etc.).
* List different types of income (e.g. salaries, bonuses, commission, dividends, interest, etc.).
* Define an income tax assessment.
* Explain your responsibilities as a taxpayer.
* Define KiwiSaver and describe the benefits of it.
* Define a student loan.
* Describe ways to manage money for tax purposes.
 | * Explain types of income (e.g. salaries, bonuses, commission, dividends, interest, etc.).
* Explain different types of expenses that individuals can claim against their income.
* Investigate the way people get paid including wage and salary payments.
* Describe PAYE and how it is applied to a payslip.
* Identify multiple situations which require you to have an IRD number.
* Understand an income tax assessment and describe how it works.
* Explain pay deductions and the link to the next (Kiwi Saver, student loans).
* Investigate tax choices for future decision making.
 | * Compare how different types of incomes are taxed for individuals.
* Compare and contrast different sources of taxable and non-taxable income.
* Describe different income taxes and deductions and their impact on income, e.g. personal tax, withholding tax, PAYE
* Explain taxation and other deductions or payments relating to personal income, e.g. KiwiSaver, student loan repayments.
 | * Describe and explain an issue/s around taxation relating to individuals, e.g., iwi land trusts.
* Understand your obligations when paying provisional tax.
* Identify tools and calculations to support paying taxes (e.g provisional tax, income tax, terminal tax, etc).
* Describe when you need to complete an IR3.
 | * Explain options to increase personal income, e.g., secondary income, promotion, pay increase, unearned income and how this affects how you are taxed.
* Understand how to file an IR3.
* Understand what your tax responsibilities as a New Zealander when working and living overseas.
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| Business (Non-individuals) | * Investigate what makes an entity in Aotearoa New Zealand.
* Investigate the difference between profit and not for profit entity in Aotearoa New Zealand.
* List tax related events that require an IRD number for businesses in Aotearoa New Zealand.
 | * Name different types of the characteristics of business entities in Aotearoa New Zealand.
* Explain tax obligations for a profit and a non- profit organisation or entity.
* List different types of income sources for businesses.
* List different types of expenses that businesses can claim against their income.
* Identify tax rates for business entities in Aotearoa New Zealand (eg. self- employed, Māori authorities, etc).
 | * Compare and contrast all business entities in Aotearoa New Zealand.
* Explain the tax obligations related to all different business entities in Aotearoa New Zealand.
* Understand how to file and pay GST.
 | * Explain income tax rates for different entities in Aotearoa New Zealand and how they are applied.
* Compare and contrast different filing income requirements for non-individual businesses.
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| Families |  | * Investigate social policies within Aotearoa New Zealand that support families.
* List all types of working and families’ entitlements.
 | * Investigate different types of family tax credits.
 | * Understand eligibility criteria for working for families and parental leave entitlements.
* Understand the application process for working for families and parental leave entitlements.
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\* Adapted from MOE FinCap learning progressions ([Financial capability progressions / Financial capability / Curriculum resources / Kia ora - NZ Curriculum Online (tki.org.nz)](https://nzcurriculum.tki.org.nz/Curriculum-resources/Financial-capability/Financial-capability-progressions))