

EMPLOYEE GUIDE

LOGGING TAX RETURN AS PERSONAL SERVICES INCOME (PSI)

As an employee under a Labour Hire arrangement, when you tick “Labour Hire” on your Tax File Number declarations your earnings will be classified as Personal Services Income (PSI) as it is based on the ATO’s definition of a contractor.

This does not mean you have been categorised as a subcontractor under an ABN arrangement. PSI does not exclusively mean sole contractors, and can also mean employees working under labour hire arrangements.

If you are not using a registered tax agent for your tax return and instead wish to do this yourself through MyTax, please refer to the below link from the ATO which has all of the relevant information, including a **video on how to include labour hire payments in your tax return if using MyTax.**



www.ato.gov.au/Individuals/myTax/2021/In-detail/Personal-services-income/