

# Wine Export Grants

Addendum No. 3

Date of issue: 21 January 2019

## **Grant program guidelines – Reimbursement of airfares when an itemised breakdown of taxes, levies and charges is not provided.**

Section 6.3 k) of the Wine Export Grant guidelines states that applicants cannot claim expenses that are in payment of an Australian tax, levy or charge.

This means that some eligible wine producers in Australia have incurred airfare expenses which cannot be reimbursed unless the applicant can provide an itemised breakdown of all charges (including taxes and levies). This evidence is frequently unavailable.

Wine Australia has developed a formula for reimbursing airfare expenses when an itemised breakdown of taxes, levies and charges has not been provided. In this instance, an eligible airfare will be assessed as having a notional value of 50 per cent of the total airfare value.

### **Assessment formula**

- Step 1: Total value of airfare (including taxes\*) x 0.5 = the notional value of the airfare.
- Step 2: The notional value of the airfare will be the flight value for assessment purposes under 6.2 a) i.

\*For the purpose of the formula, a tax, levy or charge as defined by 6.3k) of the guidelines is referred to as 'taxes'.

### **Examples**

*Scenario 1: airfare value for flight taken is AU\$1,500 and this figure includes taxes*

*Airfare notional value:  
 $1,500.00 \times 0.5 = 750.00$*

*Airfare reimbursement value:  
 $750.00 \times 0.5 = 375.00$*

*Airfare will be reimbursed at AU\$375.00*

*Scenario 2: airfare value for flight taken is AU\$12,000 and this figure includes taxes*

*Airfare notional value:  
 $12,000.00 \times 0.5 = 6,000.00$*

*Airfare reimbursement value:  
 $6,000.00 \times 0.5 = 3,000.00$*

*Airfare will be reimbursed at AU\$2,500.00 (noting the amount payable for each flight taken is capped at AU\$2,500).*