



Xero Payroll Guide Setting up Employees

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Xero Payroll

In this guide, we will show you how to set up employees in Xero. This includes recording contact details, tax information and pay rates.

Set up an Employee

We will set this casual employee up in Xero for a Charcoal Chicken shop. Click on the Payroll dashboard tab and select Employees.

Lauren Lisel	Casual Employee – Generally 5 hours per week
Superannuation Fund: REST #NEW	TFN: 156 456 757 – Tax free Threshold
Rate of Pay: As per Award	DOB: 30/5/2001 (16 years as of 2017)
Start Date: 5/7/17	
Level 1 – Junior Rates	

- Click on Add Employee and enter the following details for each tab

Details

Basic Information

Title (optional)	First Name	Middle Name (optional)	
<input type="text"/>	<input type="text" value="Lauren"/>	<input type="text"/>	
Last Name	Date of Birth Lauren is 16 years old		
<input type="text" value="Lisel"/>	<input type="text" value="30"/>	<input type="text" value="May"/>	<input type="text" value="2001"/>
Job Title (optional)	Gender (optional)		
<input type="text" value="eg: Marketing Manager"/>	<input type="text" value="Female"/>		

Contact Information

Phone Number (optional)	Mobile Number (optional)	
<input type="text" value="0400 717 530"/>	<input type="text"/>	
Email (optional)		
<input type="text" value="laurenl@gmail.com"/>		
Address	Address Line 2 (optional)	
<input type="text" value="123 Highway Pde"/>	<input type="text"/>	
Suburb	State	Postcode
<input type="text" value="Sydney"/>	<input type="text" value="New South Wales"/>	<input type="text" value="2000"/>

Employee Name Lauren Lisel	Salary View	Earnings YTD View	Next Payment Date ---	Options ▼
Details	Employment	Taxes	Leave	Bank Accounts
Employment <p>Start Date 05 Jul 2017 Classification Fast Food - Level 1</p> <p>Payroll Calendar Weekly Employee Group Holiday Group New South Wales</p> <p>Ordinary Earnings Rate Ordinary Hours</p> <p><input type="checkbox"/> Authorised to Approve Leave <input type="checkbox"/> Authorised to Approve Timesheets </p>				
Superannuation Memberships <p>REST Industry Super (Retail Employees Superannuation Trust) - USI NEW X</p>				

Employee Name Lauren Lisel	Salary View	Earnings YTD View	Next Payment Date 12 Jul	Options ▼
Details	Employment	Taxes	Leave	Bank Accounts
Tax Declaration Status: No Activity <p>Tax File Number (TFN) 156-456-757 OR </p> <p>Employment Basis Casual employment Residency Status Australian Resident</p> <p><input checked="" type="checkbox"/> Tax Free Threshold Claimed <input type="checkbox"/> HECS or HELP Debt <input type="checkbox"/> Eligible to Receive Leave Loading </p> <p><input type="checkbox"/> Trade Support Loan <input type="checkbox"/> Financial Supplement Debt <input type="checkbox"/> Senior and Pensioners Tax Offset Claimed</p> <p><input type="checkbox"/> Other Tax Offset Claimed <input type="checkbox"/> Student Startup Loan <input type="checkbox"/> Has Approved Withholding Variation</p> <p><input type="checkbox"/> Upward Variation Requested </p>				
File Now Save Only Cancel				

Lauren does not get entitlements as she is a casual.

Employee Name ▾ Lauren Lisel	Salary View	Earnings YTD View	Next Payment Date 12 Jul	Options ▾				
Details	Employment	Taxes	Leave	Bank Accounts	Payslips	Pay Template (circled)	Opening Balances	Notes

Pay Template

Earnings Rate	Hours	Rate	Total		
Ordinary Hours		10.042100			
+ Add Earnings Line					
+ Add Deduction Line					
Superannuation Fund	Percentage				
REST Industry Super - SGC - USI	Statutory Rate				
+ Add Superannuation Line					
+ Add Reimbursement Line					
				Save	Cancel

The Standard Pay for casual employees should be 0 as their pay is based on their weekly timesheet hours. Based on the Fast Food Industry Award, the Level 1 minimum wage is \$763.20 per week. As Lauren is 16 years old, she gets 50% (junior rates come into play) of that, which is \$381.60. Therefore, the Hourly Rate is $381.60 / 38 = \$10.0421$.

17. Minimum weekly wages

[17 varied by PR997880,PR509034,PR522865,PR536668,PR551591,[PR566668](#),PR579748,PR592098 ppc 01Jul17] (circled)

Classifications	Per week
	\$
Level 1	763.20
Level 2	809.10
Level 3—In charge of one or no persons	821.50
Level 3—In charge of two or more persons	831.60

18. Junior rates

Junior employees will be paid the following percentage of the appropriate wage rate in clause 17—Minimum weekly wages:

Age	% of weekly wage
Under 16 years of age	40
16 years of age	50
17 years of age	60
18 years of age	70
19 years of age	80
20 years of age	90