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**FEDERAL BUDGET
BREAKFAST 2022**

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Accountants · Auditors · Advisors



MC Kirby Taylor

Director
at Newton & Henry

2022 EXPERT PRESENTERS



Bridget Archer MP
Federal Member
for Bass



Warren Hogan
Chief Economic Advisor
at Judo Bank



Michael Hine
Partner at
Newton & Henry



Beth Makaryn
Manager at
Newton & Henry



Bridget Archer MP

Federal Member
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Michael Hine

Partner at Newton & Henry



Beth Makaryn

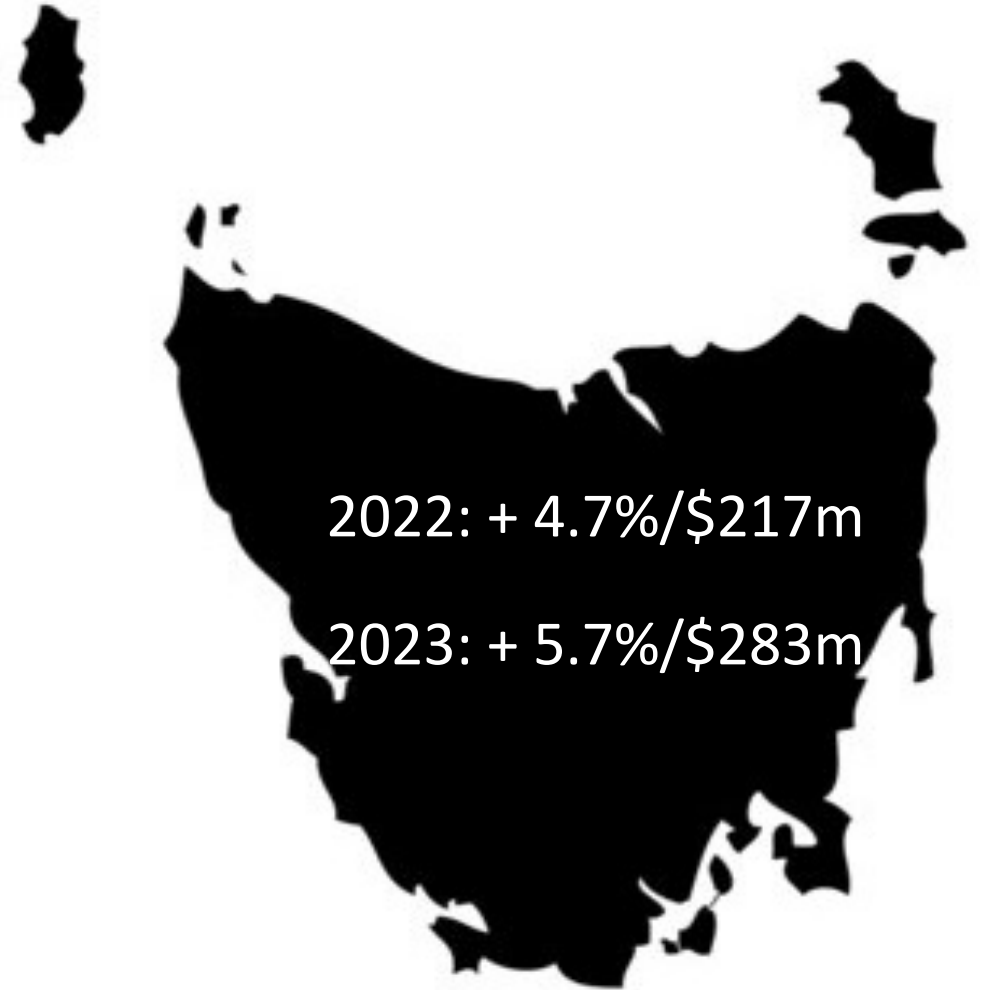
Manager at Newton & Henry

TASMANIAN IMPACT

The background of the slide is a blurred image of several stacks of silver coins of varying heights. Overlaid on this is a semi-transparent financial chart with a red dashed line that trends upwards from left to right. The overall color palette is a mix of blue, purple, and white.

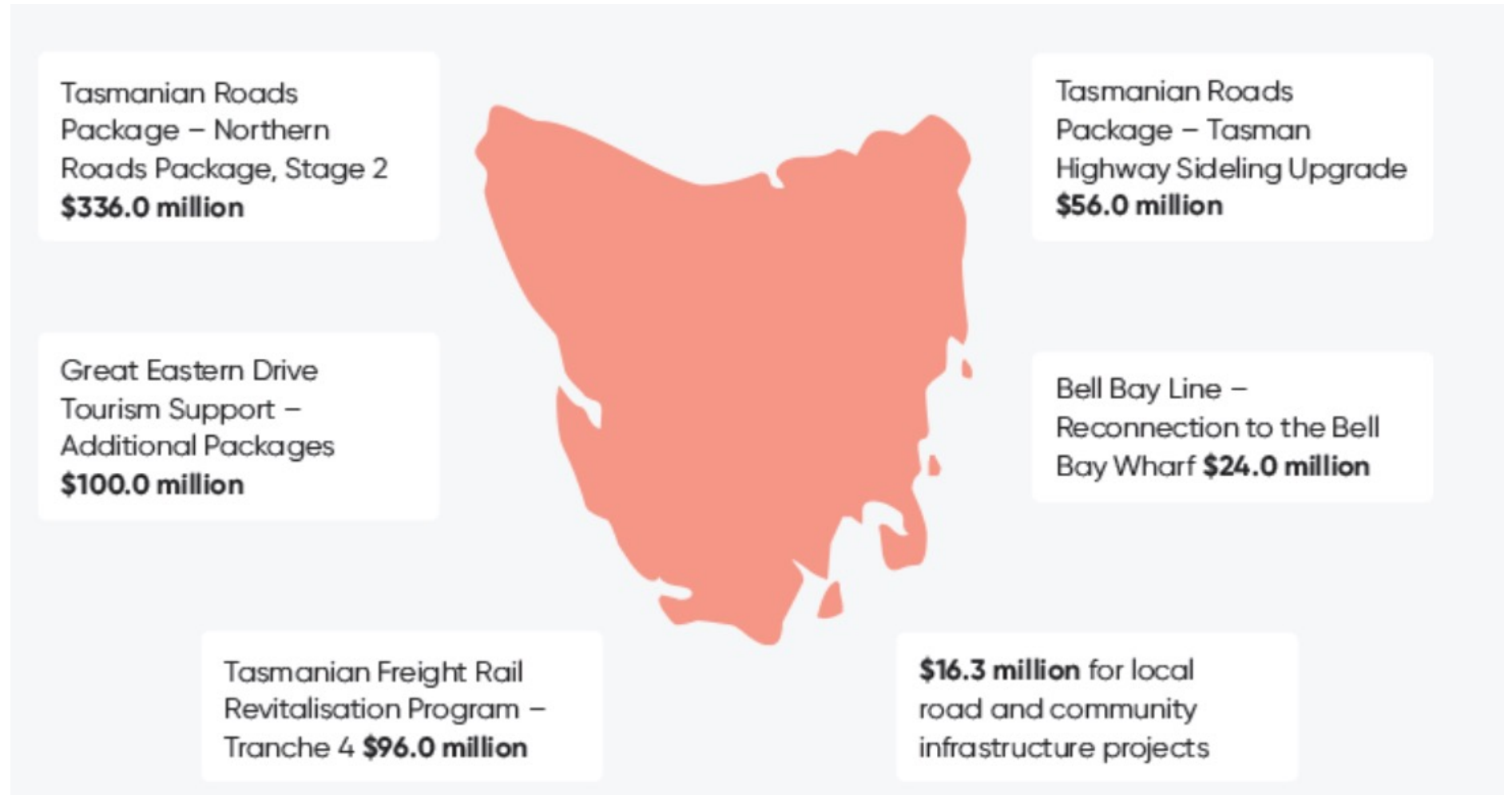
Tasmanian Revenue Impact

	Budget 21/22	Budget 22/23	
2021-22			
National GST collections	72,530	73,310	
Special Purpose	1,621	1,813	
GST	3,000	3,025	
	<u>4,621</u>	<u>4,838</u>	
2022-23			
National GST collections	75,847	80,005	
Special Purpose	1,871	2,042	
GST	3,089	3,201	
	<u>4,960</u>	<u>5,243</u>	
2024			
GST revenue for FY 24 in Oct 20 (covid)		74,587	
Now		87,609	17%
Tasmania's share		567	



Infrastructure

- Roads - \$639 mil
- Don Irrigation - \$13.7 mil



A close-up photograph of a person's hands using a calculator on a desk. The person is holding a pen in their left hand and pressing a button on the calculator with their right hand. The desk is covered with various financial documents, including a pie chart and a bar chart. The word "INDIVIDUALS" is overlaid in large, white, bold, sans-serif capital letters across the center of the image.

INDIVIDUALS

Cost of Living

LMITO Increase

Maximum benefit up to \$1,500 from \$1,080 for the 2022 financial year – then discontinued.

One Off \$250 Cost of Living Payment

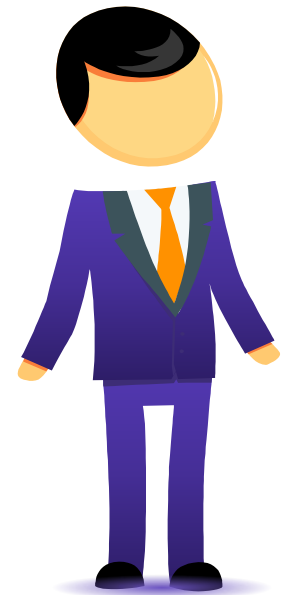
Tax exempt payment in April 2022 for all eligible pensioners, welfare recipients, veterans and eligible concession card holders.

Expanded Home Guarantee Scheme

Increased places to 50,000 per year for three years from 2022-2023.

Reduction of Minimum Pension Draw Down

Extension to 50% reduction in minimum draw down requirements until 30 June 2023.



Health

Parental Leave Revamp

Combines the existing 18 weeks paid parental leave with the 2 week Dad & Partner pay.

Pharmaceutical Benefits Scheme

From 1 July 2022 the PBS Safety Net thresholds will be reduced.

Covid-19 Testing

Tax deduction for individuals for cost of tests to attend a place of work from 1 July 2021.

No FBT for employers providing tests.





BUSINESS



Excise reduction – 6 months

- Reduction in fuel excise for 6 months - from 44.2 cpl to 22.1 cpl
- Theoretical reduction in fuel price for consumers of 24.31 cpl
- Issues
 - Non petrol/diesel rebates also halved
 - Timing
 - No impact on full FTC industries
 - Heavy vehicles on public road - 4.3 cpl
 - Excludes Avgas
 - Indexation remains in play
 - Planning around the unwind - demand spike?

Business Skills & Training + Technology boosts

- 120% deduction for costs
- Applies from budget night - incurred test
- Turnover under \$50 million (328?)
- Base deduction for FY 22 claimed as normal, but bonus not claimed until FY 23 return (so cashflow impact as late as May 2024)

	Skills and training	Technology
End date	30 June 2024	30 June 2023
Items covered	External training delivered to employees in Australia by Australian providers	Expenses and assets that support digital adoption such as portable payment devices, cyber security systems or subscription to cloud services
Cap	Uncapped	\$100,000 per year

Changes to Employee Share Schemes (ESS)



Cap lifted from \$5,000 to \$30,000 per year, accruable for up to 5 years

No cap in the case of sale of business or IPO

Still of marginal value unless there is a liquidity event

Other business related impacts

- GDP uplift reduced from 10% to 2% for FY 23
 - Aggregated turnover below \$50 MIL
 - Default is 10%
- Company instalments based on actual financial performance as per management software
- Modernisation of reporting – including provision of STP to States for payroll tax purposes
- No extension of the temporary full expensing

Support to agriculture

- Significant number of funding programs
- EMDG funding to help re-establish presence in overseas markets
- Taxing of Carbon credits on realisation basis
- New plantation expenditure
- Sustainability of the South-East Trawl Fishery and support fishing communities, including providing a temporary partial waiver of Australian Fisheries Management Authority levies





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Contact our team and discover how we can make the difference.



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