

# Super Easy News!



## Superannuation Services

*Trust, Ethics, Dedication*

A.C.N. 080 604 717 A.B.N. 54 080 604 717

Postal Address: PO Box 153, Springwood Q 4127

Street Address: 3/24 Vanessa Boulevard, Springwood Q 4127

Email: admin@superannuationservices.com.au

News and information for the clients of  
Superannuation Services Pty Ltd

Ph 07 3808 1500  
Fax 07 3808 1600

## July 2020

### Contributions for 65 & 66 Year Olds – No Work Test

From 1st July 2020, the work test age has been raised to 67. That means if you are 65 or 66 years old, you can contribute to super. From 1st July 2020 the “Work Test”, being worked 40 hours in a 30 day consecutive period in the financial year, still applies to people 67 or older. The new balance restrictions still apply. If in any doubt, please email or phone to check.

### Bring Forward for 65 & 66

As part of the above change, it was supposed to include the option to trigger the “Brought Forward Rule” on non-concessional contributions for the same group of people. This proposal is still in limbo. The Federal Parliament has concluded for the financial year without passing this legislation. Currently the intention is for the Bring Forward to apply from 1<sup>st</sup> July 2020 but until legislation is passed contributors should be cautious.

### Spouse Contributions

Spouse contributions are also affected by the change. The receiving spouse must satisfy the “Work Test” at age 67. Spouse contributions can be received up to 75 years of age. Income and eligibility to make a non-concessional contribution such as having a total superannuation balance below \$1.6m still apply.

### Corporate Trustee?

A new bill which passed both Houses of Parliament on 12th June 2020 will impact SMSF/s with a Corporate Trustee. The new initiative will require all directors of a corporate trustee to obtain a Director Identification Number (DIN). Directors will keep their unique DIN permanently and will only ever have one DIN. It is a measure to allow the authorities to keep a track of directors who have participated in unlawful practices like “phoenix” activities and multiple failed companies. It is expected to also prevent the use of fictitious identities. The DIN regime is supposed to commence on 12th June 2022, unless an earlier date is set, to allow sufficient time for the development of systems, processes and new technology.

### Contribution Caps

Concessional Contribution eg: SGC, Salary Sacrifice, Employer, Member Claiming Tax Deduction

2020/2021

\$ 25,000

Non-Concessional Contribution i.e: member after tax money

Total Super Balance (TSB) under \$1.6m

2020/2021

\$ 100,000 #

Note: Any Contributions made after 67 are subject to the “work test”.

# Maximum Non-Concessional Contribution and Bring Forward if under 65 anytime during financial year

Total Super Balance	Contribution allowed	Contribution period
Over = \$1.6m	Nil	Nil
Less than \$1.6m Over = \$1.5m	\$100,000	Over 1 year
Less than \$1.5m Over = \$1.4m	\$200,000	Over 2 years
Less than \$1.4m	\$300,000	Over 3 years

**Get the right information and support to protect your future.**