

# Utilise our Tax Saving Strategies and SAVE between \$500 to \$100,000 +



**KEYPOINT**  
ACCOUNTANTS & ADVISORS

## PREPARING FOR YOUR BUSINESS YEAR END PLANNING

30 June is **FAST** approaching

It is essential to do some planning towards the end of each financial year. It is also necessary to look at what can be done towards the end of each tax year to minimise the tax you will pay. It is often too late to gain tax deductions when discussing tax returns with a professional.

Imagine a situation where someone is catching a taxi. They tell the driver to take them anywhere, as long as it is somewhere. Where would they end up? It's always best to have an idea of where to go because then the destination will always be the result of whatever route is taken, no matter how roundabout that route might be.

A business tends to operate under the same principle. If there is no clear end goal, then it's difficult to say how things are going or where things stand. There is a much better chance of success and achieving outcomes if there is a clear plan or map of where the business will go from here.

Right now is the best time to sit down and plan out a strategy for the next twelve months. Paint a picture of where the business should be and arrange a planning session with the team. Bring in an outside consultant to help facilitate this process. These steps should assist in working out strategies to best suit the business and prepare it for the ensuing twelve months. The year's target should be clearly defined, making it more achievable by the business.

In involving the business's team, business goals can be aligned with the employee's goals. There's nothing better than an employee who shares the business's vision and can act upon it. Better yet, it also allows the employee to share additional insight into the business plan from a different perspective.

With a plan or strategy in place for the business, a financial budget will also need to be prepared for the new year. Breaking this budget down into monthly budgets will enable the business to understand how it is tracking towards the goals that have been set during the planning phase.

**Please contact us today on 07 5585 0600 or email [sara@keypointaccountants.com.au](mailto:sara@keypointaccountants.com.au) to book a tax planning meeting in April or May.**

**Be quick to ensure your spot limited spots available!**

Below are just a few ways to minimise your tax. For an indepth review and discussions focusing on your individual goals please book a tax planning strategic meeting with us as soon as possible so we can ensure you are utilising all our tax saving strategies to achieve your goals.

## 2022 EOFY BUSINESS - WAYS TO SAVE TAX

### Pay quarterly super

Super Guarantee (SG) contributions must be paid by 30 June to qualify for a tax deduction in the 2021-22 financial year. The fund must receive these contributions by 30th June. Some clearing houses can take more than a week to submit the payment to the super fund. Always ensure that superannuation is paid before June 20th.

### Review Capital Expenditure

This financial year, the instant asset write-off allows eligible businesses to instantly deduct any amount spent on assets in their upcoming tax return. (Caution: be aware when selling the asset in the future all the sale value will be assessable with tax payable, as the purchase was written off 100%)

### Small Business CGT Concessions

Individuals operating a small business may be eligible for capital gains tax (CGT) concessions on the sale of business assets. The small business CGT concessions are available to business taxpayers with an aggregated turnover of less than \$2 million or on business assets less than \$6 million. If a business you own has sold or you are thinking of selling, speak with us as soon as possible.

### Stocktake

Obsolete, slow-moving or damaged stock should be identified by 30 June and disposed of for income purposes to receive a deduction. You should minimise the amount of stock on hand at year end.

### Defer Income

Businesses may wish to delay tax payments on assessable income this financial year by deferring invoices until after 30 June. Income from the payments won't be taxed until the following financial year.

## WHAT'S IMPORTANT TO YOU? FREE REPORT



We have been working on something very exciting which will be available soon.

Find the gaps in your business that your prioritise that need attention NOW!

## Bad Debts

Bad debts are a significant cost to all businesses that sell on credit. There is no sense in paying tax and GST on sales where payment will not be received, so reviewing any bad debts before the end of the year is important. The rules around claiming a tax deduction for bad debts are complicated, so speak with us if you believe you have debts that can be written off.

## Family Trusts - Distribution Minutes

Remember that family trusts must decide who is receiving the trust's income and capital before 30 June. We will be in touch before 30 June to assist in this legal requirement.

## 2022 EOFY INDIVIDUALS - WAYS TO SAVE TAX

TIP

### INDIVIDUAL OCCUPATIONS - WORK RELATED EXPENSES

ATO Fact Sheets available for specific occupations to assist you in claiming work related expenses.

[Click link here to find your occupation](#)

[www.ato.gov.au/individuals/income-and-deductions/occupation-and-industry-specific-guides/](http://www.ato.gov.au/individuals/income-and-deductions/occupation-and-industry-specific-guides/)

### HOME OFFICE - COVID

There are 3 ways to claim your home office expenses:

- Actual Cost Method
- Fixed Cost Method - a rate of 52 cents per hour
- Shortcut Method - a rate of 80 cents per hour

### PRIVATE HEALTH INSURANCE

If you or your family are High-Income earners then you should consider buying Health insurance to avoid Medicare Levy Surcharge.

### SALARY SACRIFICE

Additional Superannuation contributions, work related expenses  
BANG: Public Hospital/Not for Profits and other Association employees -  
Fringe Benefits - Massive tax minimisation strategies! Contact us today!



## TAX TIPS FOR PROPERTY INVESTORS

### Repairs VS Improvement

Bring forward any maintenance expenditure that needs to be completed by 30 June. Be sure to distinguish between what the ATO considers to be a 'repair' and what is an 'improvement', as improvements are depreciated.

### Interest

Pre-pay interest on property investment loans if there is adequate cash flow in order to claim an immediate deduction. Investors may choose to pay interest in advance to simplify finances by making one prepayment of interest upfront or protect against possible interest rate rises over the 12 month period.

### Depreciation deductions

A qualified quantity surveyor can provide a depreciation schedule outlining the available tax deductions and providing a significant return. The cost of having a depreciation schedule prepared is also tax-deductible

### PAYG Variations

Negative gearing rental property. Complete pay-as-you-go (PAYGW) withholding variations to reduce weekly tax for 2022/23



## ATO TARGETING - Be aware

- 2022 ATO Attacks Common Trust Distributions  
**HIGHEST PRIORITY** - to review likely tax distributions before 30 June. Distributions have to go to the beneficiary receiving the benefits. Significant tax consequences could apply if not reviewed.
- Excessive expense claims on rental property or home you occupy.
- Excessive expenses claimed in work related expenses.
- Motor vehicle claims - ensure justified and if % claim, ensure Logbook is up to date and accurate - within 5 years.
- Crypto transactions.

## GAINS OR LOSSES FROM CRYPTOCURRENCY



Over the past twelve months, popular cryptocurrency giant Bitcoin has boomed whilst other coins have lost value. There are special tax rules that need to be followed for cryptocurrency.

The tax office now has access to crypto transactions that can be obtained from digital currency exchanges. Now more than ever, records must be kept regarding cryptocurrency, and any income or losses from trading are declared.

Tax treatment of crypto transactions is dependent on an individual's circumstances. Some people will have capital gains and losses from their crypto transaction, but others will have income tax gains or losses.

It is also essential to understand if there may be any tax implications from transacting in a foreign country.

When trading or transacting in cryptocurrencies in any way, discussing the best way to go about it with an accountant could save you a lot of trouble in the long run.

## Do you know your tax Rate ?

Taxable Income	Tax on this income
0 - \$18,200	Nil
\$18,200 - \$45,000	19c for each \$1 over \$18,200
\$45,001 - \$120,000	\$5,092 plus 32c for each \$1 over \$45,000
\$120,001 - \$180,000	\$29,467 plus 37c for each \$1 over \$120,000
\$180,001 and over	\$51,667 plus 45c for each \$1 over \$180,000

Excluding Medicare Surcharge