

157 Commercial Street East  
(PO Box 3032)  
Mount Gambier SA 5290

Telephone: 08 8723 2744  
Email: [admin@kirbyfinancial.com.au](mailto:admin@kirbyfinancial.com.au)  
Website: [www.kirbyfinancial.com.au](http://www.kirbyfinancial.com.au)

## **CLIENT NEWSLETTER – JUNE 2020**

Dear Clients,

As we approach the end of another financial year, I would again like to thank you all for your continued support.

It has been an extremely trying year for everyone. I think we are doing our best to live with the COVID-19 restrictions and are now seeing the light at the end of the tunnel. Hopefully, soon we will see our lives moving back to something resembling our old way of life.

There has been so much happening in response to the COVID-19 pandemic and the situation changes daily. From a client perspective, we have tried to be proactive and make contact with many of you who have been directly affected.

We like to provide a personal service, so if you ever have any queries, please do not hesitate to contact our office, as there is no such thing as a silly question and every question is an opportunity to exchange knowledge for our mutual benefit.

It is now time to make sure you have your 2020 financial and tax affairs in order.

For the sake of simplicity, we have attached some fact sheets explaining the rules as they stand and the various changes that have been implemented or are proposed to be implemented. Please read them and if you have any questions, please don't hesitate to contact us.

Please collect and store your records in a safe place for substantiation purposes, in case they are ever needed. The ATO is increasing their audit actions, particularly in relation to deductions and rental properties.

Just a reminder, employees of employers using single touch payroll will not receive a payment summary this financial year. Instead, they will receive an income statement in their MyGov account and their ATO pre-fill, which we are able to access.

Also, private health insurance statements are no longer required to be sent directly to policy holders. This information should be included in the ATO pre-fill information by mid-August.

It is now an excellent time to review your superannuation contributions. The cap for concessional (tax deductible) contributions is now \$25,000 per financial year, with a non-concessional cap of \$100,000 per financial year (or \$300,000 over a three year period if you are under 65 anytime during the year). The changes for this year allow everyone under 65 to claim a full tax deduction for personal contributions to your super, up to your concessional contributions cap. This means you can contribute extra into your super before 30<sup>th</sup> June and then claim a tax deduction in your individual tax return.

It may be beneficial to consider taking advantage of the Government Co-Contribution. If your adjusted taxable income is below \$37,697 per annum and you make an after tax contribution of \$1,000, the Government will contribute \$500 to your Super. The Government Co-Contribution will reduce by 3.33 cents for every dollar you earn over \$36,813 per annum and cuts out once your eligible income reaches \$52,697 per annum. Any time the Government will give you something for nothing is an opportunity not to be missed.

Any super contributions need to be received by your fund before the 30<sup>th</sup> of June.

Kind Regards,



Andrew Clements