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## Activity statements can now be lodged in advance

The ATO says nil activity statements can be generated early in some cases. Under normal bulk processes, activity statements generally issue from the ATO by the end of the month.

However, the ATO says there may be a specific reason for a business to access its activity statements early, such as: if you are a short-term visitor (for example, you are an entertainer or sports person and will be leaving during the relevant period); or know that you will be travelling when an activity statement is due.

**TIP:** Activity statements can be generated for up to six months in advance.

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## New downsizing cap available

If you are aged 65 or over, your home is your main residence for CGT purposes and you have owned it for a minimum of ten years, you could benefit from new draft legislation. You will be able to make additional non-concessional contributions, up to \$300,000, from the proceeds of selling your home from 1 July 2018.

The downsizer contribution cap of \$300,000 will be in addition to existing caps; the capital must come from the proceeds of the sale price and application must be made within 90 days after the home changes ownership. There will also be exemption from the contribution rules for people aged 65 and above, and the restrictions on non-concessional contributions for people with total super balances above \$1.6 million.

**TIP:** Thinking of downsizing? Speak to us about what this could mean for you in terms of tax concessions.

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## GST: simplified accounting for food retailers

The ATO has released a draft determination on the choice available to you, if you are a food retailer, to use a simplified accounting method (SAM) to help you to work out your net amount by estimating your GST-free sales and GST-free acquisitions of trading stock.

The Draft SAM is substantially the same as the previous determination it replaces. If you were eligible to use a particular SAM specified in the previous determination, you will continue to be eligible to use that SAM under the draft determination.

**TIP:** Are you a food retailer? We can help you to use the simplified accounting method for your business.

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## Super system reforms

Australian Prudential Registration Authority (APRA) has written to RSE licensees setting out its approach to the Government's super system reforms aimed at enhancing APRA's prudential powers to improve member outcomes. Under the proposed reforms, the current "scale test" will be replaced with an "outcomes test" requiring MySuper trustees to attest to outcomes promoting the financial interests of members on a broader range of indicators.

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## Segregated current pension assets

A warning has been issued from the Actuaries Institute that tens of thousands of self-managed super funds (SMSFs) could be at risk of incorrectly claiming exempt current pension income (ECPI) under the ATO's approach to segregated current pension assets.

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## First Home Super Saver Scheme – draft legislation

Treasury has released draft legislation to implement the 2017–2018 Federal Budget superannuation measures aimed at improving housing affordability by the establishment of the First Home Super Saver Scheme (FHSSS).

The FHSSS will allow voluntary superannuation contributions made from 1 July 2017 to be withdrawn for a first home deposit starting from 1 July 2018. The scheme provides for up to \$15,000 per year (and \$30,000 in total) to be withdrawn from superannuation.

**TIP:** To be eligible to use the FHSSS, a person must be 18 years or over, have not used the scheme before and never have owned property before in Australia.

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## Super assets total \$2.3 trillion at June 2017

APRA has released its Quarterly Superannuation Performance publication and the Quarterly MySuper Statistics report for the June quarter 2017. As at 30 June 2017, superannuation assets totalled \$2.324 trillion (up 10% from \$2.113 trillion in June 2016).

Total assets in MySuper products amounted to \$595 billion (up 25.5% from \$474 billion in June 2016).

Self-managed super fund (SMSF) assets totalled \$697 billion (up 9.8% from \$635 billion in June 2016) held in over 596,000 SMSFs, representing 30% of all super assets.

**Important:** Clients should not act solely on the basis of the material contained in Client Alert. Items herein are general comments only and do not constitute or convey advice per se. Also changes in legislation may occur quickly. We therefore recommend that our formal advice be sought before acting in any of the areas. Client Alert is issued as a helpful guide to clients and for their private information. Therefore it should be regarded as confidential and not be made available to any person without our prior approval.