

Proposed changes for business – taxation

Temporary full expensing of capital assets

Proposed effective date: 7.30pm, 6 October 2020

Businesses with aggregated annual turnover of less than \$5 billion will be allowed to deduct the full cost of eligible capital assets acquired from Budget night and first used or installed by 30 June 2022.

Temporary loss carry-back

Eligible companies will be allowed to carry back tax losses from the 2019-20, 2020-21, or 2021-22 income years to offset previously taxed profits in 2018-19 or later income years.

Expanding access to some small business tax concessions

Proposed effective date: various

Businesses with an aggregated annual turnover of \$10 million or more but less than \$50 million will have access to up to 10 small business tax concessions.

Other related measures

Proposed effective date: various

- Businesses taking on a new apprentice will be eligible for a 50% wage subsidy, up to certain limits.
- Organisations taking on new employees may qualify for the new JobMaker Hiring Credit. Depending on the age of the new employee, a weekly credit of \$200 (for each new employee aged 16 – 29) or \$100 (for each new employee aged 30 – 35) will be available to eligible employers over 12 months from 7 October 2020 for each additional new job they create for an eligible employee.
- Employers who provide retraining and reskilling benefits to redundant, or soon to be redundant, employees where the benefits may not be related to their current employment will be eligible for an exemption from the 47% fringe benefits tax.

What you need to know

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