



2021

Byford Accountants

Your Small Business Taxation Professionals

A TIME FOR GROWTH

We welcome in the 2021 financial year with much excitement. Together, we have made it through, what was a tumultuous year and we are now building ourselves into a strong economic community with opportunities for both employees and employers. Here, at Byford Accountants, we have been able to watch our clients develop into professional, resilient businesses and it has been an honour to guide and assist you through it.

This new year will feel very different as we say farewell to our wonderful colleague, Claude Mirco. Claude started at Byford Accountants in 2004, when the team consisted of just five. He has been an integral part of the business as we have grown into a team of twelve. Claude has been an amazing staff member for sixteen years, who has continued to give us guidance with tax while still making us laugh. He will be deeply missed and we wish him all the best in his retirement from Accounting.

Again, this tax time you will not be receiving a PAYG payment summary from your employer, however we are able to directly access your income statement from the ATO Portal.

We are excited to announce that we will have a new website from July 2021. When you have a moment, browse our new website and see what we have to offer. You can get to know our staff, utilise our resources, request appointments or upload documents.

Our clients are important to us and we look forward to providing you with a high-quality service and continual support. Please do not hesitate to get in contact with us throughout the year should you have any questions.

BIG BROTHER IS WATCHING YOU!

Did you know that the ATO has the below information reported to them each year....

Employment Income	Government Payments	Bank Interest	Private Health Insurance
Early Release of Superannuation	Employee Share Scheme	Dividend Payments	Trust & Managed Funds Distributions
Shares Sales	Property & Land Sales	Cryptocurrency Trading	Contract Income (TPAR)
HELP Debt	Notice of Intent to Claim for Super	Income from PayPal, Square & BPay etc	Sharing Economy eg: Uber & AirBnB

Most of the above information is reported to the ATO by the 31st August. Please still provide the purchase and sale documents for shares, property and crypto. Make sure you have advised your Accountant if any of the above information applies to you.



TEAM UPDATE

In 2021 we said goodbye to Claude and we would like to welcome Albert who will be helping Claude's clients. Also, we would like to congratulate Jetarah who has moved from our Admin team to our Accounting team.

Some of you will be familiar with Belinda as she has slipped back into our Admin team this year. We also said goodbye to Shalita. We would like to wish her all the best on her next adventure.



Albert graduated from Curtin University in 2015, where he completed a degree in Commerce, majoring in Accounting and Taxation. He has been working for a public practice firm in Cannington for the past six years, working in taxation and business advisory. He is currently working towards the completion of his CPA certification within the next year.

Albert has joined the team to assist with the completion of the medium to large tax returns ranging from individuals, partnerships, trusts, companies and super funds as well as the related financial reports. He is also able to assist with BAS work and any bookkeeping software queries.

Jetarah, who has been an integral and treasured member of our admin team for the past four years, has recently graduated from her Bachelor of Commerce, majoring in Accounting and Business Law at Curtin University. We would like to congratulate Jetarah on this exciting and exceptional achievement.

Jetarah has now transitioned into the accounting team, where she assists with individual tax returns, business activity statements, along with bookkeeping on Xero.



BUSINESS OBLIGATIONS

- You must report all wages on Single Touch Payroll on each pay run and finalise by the 14th July 2021.
- You must report all superannuation guarantee via the Super Clearing House quarterly.
- You must report all contract payments on a Taxable Payment Annual Report by the 28th August.

RESIDENT TAX RATES

From 1st July 2021

Taxable Income (\$)	Rate (%)
0 - 18,200	0
18,201 - 45,000	19
45,001 - 120,000	32.5
120,001 - 180,000	37
180,000 +	45

(excluding 2% Medicare Levy and Medicare Levy Surcharge if applicable)

INDIVIDUAL OBLIGATIONS

- You must declare all income earned on your ABN including cash.
- You must declare all Cryptocurrency exchanges (you can order a taxable report from your crypto platform provider).
- You must declare all share and property sales (even if they are a losses).
- You must declare all foreign income including pensions and rent.
- You must keep all receipts for 5 years from lodgement date.

WHAT'S CHANGING FROM 1ST JULY 2021

Please note at the time of printing the not all of the below Bills have passed in Parliament.

- The government has announced that the full deductible instant asset write-off will be extended until 30th June 2023. It will reduce back down to \$1,000 on 1st July 2023.
- Employer Super guarantee increases from 9.5% to 10%.
- Superannuation concessional contribution caps will increase from \$25,000 to \$27,500 pa.
- The annual non-concessional contribution cap will also increase from \$100,000 to \$110,000.
- For those 66 and under, the 'bring forward rule' will make up to three years of non-concessional super contributions. That is, you can make non-concessional contributions of up to \$330,000 (it has super balance restrictions).
- The company tax rate reduces from 26% to 25% for companies with a turnover less than \$50 million.

FROM 1ST JULY 2022

- The \$250 self-education expense reduction is removed.
- The \$450 per month income threshold for super guarantee eligibility is removed.
- Individuals aged 67 to 74 years old can make non-concessional contributions, salary sacrifice or receive contributions from their spouse without satisfying the work test. Concessional contributions are still subject to the 40hrs over 30 days' work test.
- The minimum age will lower from 65 to 60 for the downsizer post-tax superannuation contribution of \$300,000 when they sell their house.



PREVIOUS ONGOING BUDGET POINTS

Working from Home Rates

The 80 cents per hour for working from home is extended until the 30th June 2021. This cover phone, internet, heating & cooling and office furniture.

Motor Vehicle Set Rate

From 1st July 2020 the cents per km rate for work-related car expenses increase to 72 cents per kilometre.

Low and Middle Income Tax Offset

From 1st July 2018 until 30th June 2022, the Government has introduced the Low and Middle Income Tax Offset (LIMITO) of up to \$1,080 if you earn between \$37,000 and \$126,000. This is in addition to the existing Low Income Tax Offset (LITO) of \$445. *This may already be incorporated into your tax withheld from your wages.*

New HELP Repayment Thresholds

The minimum HELP repayment thresholds 2020/21 is \$46,620 and for 2021/22 is \$47,014. Please let your employer know if you have a HELP debt. Note - you must notify the ATO if you are moving overseas for more than 183 days, as you must still pay your HELP debt.

Deductions for Personal Superannuation Contributions

As an employee you can claim a tax deduction for personal superannuation contributions. You must lodge a "Notice of Intent to Claim" form with your superfund and provide us with the acknowledgement letter from the superfund in order for us to claim the deduction. *Your tax return cannot be lodged without a copy.*

Company Tax Rates

From 1st July 2020 the company tax rate reduces from 27.5% to 26% for companies with an aggregated turnover less than \$50 million.

Rental Property & Land Deductions

You *cannot* claim travel to inspect, maintain or collect rent from your rental property. Also, you *cannot* claim second hand assets eg: Oven or fridges purchased from Gumtree. Furthermore, you *cannot* claim deductions for vacant land.

Superannuation work test age limits

From 1st July 2020 Individuals aged 66 year of age and under can make voluntary superannuation contributions without satisfying the work test.

Main Residence Exemption for Foreigners

If you are moving overseas and are selling your home, please speak to us before you sign any contracts or depart Australia. You may have to pay tax on your main residence.

IMPORTANT DUE DATES:

JULY:

- 14th: STP Income Statement Finalisation
- 28th: BAS & IAS (Apr–Jun)
- 28th: Employer Super Contribution (Apr–Jun)

AUGUST:

- 28th: Taxable Payment Annual Report (TPAR)

OCTOBER:

- 28th: BAS & IAS (Jul – Sept)
- 28th: Employer Super Contribution (Jul–Sept)
- 31st: Annual GST
- 31st: 2021 Income Tax Returns*

JANUARY:

- 28th: Employer Super Contribution (Oct–Dec)

FEBRUARY:

- 28th: BAS & IAS (Oct–Dec)

MARCH:

- 21st 2021 Tax return payables lodged from July to 12th February, the payment is due

APRIL:

- 21st: Tax return payables lodged from 13th February to 12th March, the payment is due
- 28th: BAS & IAS (Jan–Mar)
- 28th: Employer Super Contribution (Jan–Mar)

MAY:

- 15th: 2021 Income Tax Returns**
- 21st: FBT Returns
- 10th Federal Budget

JUNE:

- 5th: Tax return payables lodged from 13th March
- 30th: Personal Super Contributions

* 2020 Income tax returns that were lodged late.

**2020 Income tax returns lodged on time by an agent.

CONTACT US:

ADDRESS: 887 South Western Highway, Byford WA 6122

POSTAL: PO Box 181, Byford WA 6122

PH: (08) 9525 4000

EMAIL: admin@byfordaccountants.com.au

WEBSITE: www.byfordaccountants.com.au

2021 PRICE GUIDE

Standard Tax Return	from \$195*
Standard Return with One Rental	from \$275*
Standard Return with Small Business	
- Non GST	from \$295*
- With GST	from \$350*
Business Activity Statements	from \$220*
Consultations (1/2 hr)	from \$165*

**Additional advice and reckoning may incur further costs*

Payment is due on completion of your return

FLEXIBLE OPTIONS

Appointment Call our office to book between 9:30am and 4:30pm weekdays.

Phone We can complete your tax return over the phone.

Please complete the forms provided in our Tax Pack or download the forms from our website and along with any other additional information and you can....

Postal Post it to our PO Box.

In person Drop off at our office.

Mailbox Leave in our secure mailbox by our gate if outside of our office hours 9am–5pm.

Email Email to our administration at admin@byfordaccountants.com.au.

Online Program Businesses can send an invitation to their accountants' email to access their software programs. Please also send written authority to start your tax in an email.

DocuSign We now offer electronic signing to make signing at home an option even if you don't have a printer or scanner.



We would really appreciate it if you left us a review.