

# Federal Budget 2020-21: Timeline of proposed date of effect - Click any item to read full article

## Income years before 2020–21

Income tax exemptions retrospectively available to individuals performing short-term missions on behalf of the International Monetary fund and three institutions of the World Bank Group from 1 July 2017.

Increase to the Medicare levy low-income thresholds for the 2019–20 income year.

## From 1 July 2020

Immediate deduction for certain start-up expenses and certain prepaid expenditure (SBEs).

Stage 2 of the Personal Income Tax Plan comprising tax cuts and increased LITO.

SBEs can deduct the balance of their simplified depreciation pool at the end of the income year.

Businesses that hold assets eligible for the enhanced \$150,000 instant asset write-off have until 30 June 2021 to first use or install those assets.

Loss carry-back available to eligible companies with aggregated turnover of less than \$5 billion for 2020–21 and 2021–22.

New organisations approved for DGR status.

Further funding of \$86.3 million over four years to the Foreign Investments Review Board.

Funding of \$2.9 million over three years to implement an ACNC compliance review program for charities.

Funding of \$104.9 million over four years to AUSTRAC for combatting serious financial crime.

Funding of \$0.6 million over four years to boost housing demand and support the residential construction industry.

Two separate \$250 economic support payments to eligible recipients of certain social security payments and healthcare card holders.

2020–21

## From 3 August 2020

The employment reference date for assessing employee eligibility for the JobKeeper Payment scheme changed from 1 March 2020 to 1 July 2020.

2020–21

## From 7 August 2020

A one-off pandemic leave disaster payment of \$1,500 to eligible workers in participating states who are under a direction to self-isolate or quarantine as a result of COVID-19.

2020–21

**From 13 September 2020**

Non-assessable non-exempt income treatment for the Victorian Government’s business support grants for small and medium businesses announced on 13 September 2020.

2020–21

**From 28 September 2020**

The decline in turnover test for the previous quarter for assessing employer eligibility for the JobKeeper scheme for the December 2020 and March 2021 quarters took effect.

2020–21

**From 2 October 2020**

Exemption from FBT for employer-provided retraining and reskilling for employees who are redeployed to a different role in the business.

2020–21

**From 5 October 2020**

A capped 50 per cent wage subsidy to businesses that take on a new or recommencing Australian apprentice from 5 October 2020 to 30 September 2021.

Start date for claims is **1 January 2021**

2020–21

**From 6 October 2020**

Temporary full expensing of eligible assets acquired from 7.30pm AEDT on 6 October 2020 and first used or installed by 30 June 2022 by businesses with up to \$5 billion aggregated turnover.

2020–21

**From 7 October 2020**

A hiring credit for eligible employers to take on additional employees.

2020–21

**From 1 January 2021**

The foreign investment fee framework will be simplified and fees adjusted.

Reformed insolvency process for incorporated small businesses.

2020–21

**From 1 April 2021**

SBEs will be exempt from the 47 per cent FBT on car parking and multiple work-related portable electronic devices, e.g. phones or laptops, provided to employees.

Simplified access to credit for consumers and small business.

2021–22

**From 1 July 2021**

SBEs will be able to access the simplified trading stock rules, remit pay as you go (PAYG) instalments based on GDP adjusted notional tax, and settle excise duty and excise-equivalent customs duty monthly on eligible goods.

2021–22

| From 1 July 2021  |
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| SBEs will also have a two-year amendment period apply to income tax assessments for income years starting from 1 July 2021.   |
| Commissioner will have power to create a simplified accounting method determination for GST purposes will be expanded to apply to businesses below the \$50 million aggregated annual turnover threshold. |
| The ATO will receive a further \$15.1 million to target serious and organised crime in 2021–22 and 2022–23.   |
| Updated list of jurisdictions that have an effective information sharing agreement with Australia will take effect on 1 July 2021.  |
| Changes to the R&D tax offset will take effect.   |
| The Export Market Development Grants Scheme will be simplified and reoriented to support SMEs.  |
| Exempt current pension income changes.  |
| Reforms to the superannuation system, including that a superannuation account will follow the member when they change employment and simplifying the selection of a superannuation fund.                  |