

FINDEX



SMSF SIMPLIFIED

Sorting through the latest legislative updates and changes

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August 2021

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AGENDA

- Key legislative updates
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- Current SMSF focus areas and technical items
-
-
- Stocktake of recent and upcoming changes in Class
-

Q&A

KEY LEGISLATIVE UPDATES

- **Work test changes**
- **Non-Concessional Contribution (NCC) bring forward changes**
- **Transfer Balance Cap (TBC) indexation**
- **Contribution cap indexation**

- **Total Superannuation Balance (TSB) indexation and impact on:**
 - Carry forward concessional contributions
 - Non-concessional contributions
 - Bring forward NCCs
 - Government co-contributions
 - Spouse tax offset
 - Downsizer

Poll Question 1

How many of your clients have made a Downsizer Contribution since they were introduced?

- a) None
- b) Less than 5
- c) 5 to 15
- d) More than 15

KEY LEGISLATIVE UPDATES

- Minimum pension drawdown rates
- Director identification numbers
- Six member funds
- Removal of excess contributions charge
- ECPI & actuarial certificate








Poll Question 2

Have your clients indicated interest in utilising the recently legislated 6-member fund option?

- a) No, I have had no enquiry from clients
- b) Yes, but only minimal interest from clients
- c) Yes, there is significant interest from my clients

PROPOSED LEGISLATIVE UPDATES

Budget proposals not yet legislated:

-  Repeal the work test
-  Reduce the minimum age for making a downsizer contribution
-  Abolish the \$450 per month salary limit for receiving the Super Guarantee
-  Expand the First Home Super Saver Scheme
-  Convert legacy income streams
-  Introduce lump sum withdrawals from the Pension Loan Scheme
-  Relax the SMSF residency requirements

CURRENT SMSF FOCUS AREAS

- ✓ Auditor independence
- ✓ Investment strategies
- ✓ NALI/NALE
- ✓ SMSF admin penalties
- ✓ Changes to SMSF rollovers & SuperStream
- ✓ Outstanding annual returns
- ✓ Market valuation for fund assets
- ✓ SMSF bank accounts
- ✓ Sole purpose test
- ✓ Residency

CURRENT SMSF FOCUS AREAS

- ✓ Covid-19 SMSF relief
- ✓ Property development
- ✓ Excess contributions
- ✓ Excess TBC
- ✓ TBAR
- ✓ Estate planning documentation
- ✓ Death of a member
- ✓ Marriage splits and superannuation
- ✓ Condition of release
- ✓ Illegal release of super
- ✓ Contraventions



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Stocktake of Recent & Upcoming Changes in Class

August 2021

We will reimagine a more simple, automated world for our customers and they will love it!



Simplify. Automate. Connect.

Recent Measures Implemented in Class

No.	Exist Measures Details	Class Release
1	Indexation of Transfer Balance Cap and Total Super Balance	June 2021
2	Contribution Cap Indexation	June 2021
3	2021 SMSF Annual Return	June 2021
4	Audit Engagement Letter and Representation Letter	June 2021
5	50% Pension Minimum Reduction	June 2021
6	Updated Super/Tax Rates and Threshold	June 2021
7	SMSF Independent Auditor's Report	July 2021
8	Extending Bring Forward Rules for Members age 65 & 66	July 2021
9	SuperStream Rollover for SMSF	August 2021
10	SuperStream Release Authorities for SMSF	August 2021

What's on the Horizon for Class / NowInfinity

No.	New Measures Details	Start Date	Impact & Class ETA	Impact & NI ETA
1	SuperStream Rollover v3 (Including SMSFs)	1 Oct 2021	Aug 2021	N/A
2	Your Future Your Super (Best financial interest duty)	1 Jul 2021	N/A	Jul 2021
3	SMSF and SAF member increase from 4 to 6	1 Jul 2021	High / Jun 2022	Jul 2021
4	Remove excess concessional contribution charge	1 Jul 2021	N/A	
5	COVID-19 Payment Recontribution	1 Jul 2021	Low / Sep/Oct 2021	N/A
6	Repeal work test <ul style="list-style-type: none"> • 65-66 (Already Implemented) • BFR extends to member < 75 • Voluntary contributions for members < 75 	1 Jul 2020 1 Jul 2022 1 Jul 2022	Pending Legislation / Medium	
7	First home saver scheme & Super Guarantee Threshold (\$ 450)	1 Jul 2022	N/A	
8	Lower age limit to 60 for downsizer contribution	1 Jul 2022	Pending Legislation / Low	
9	SMSF legacy retirement product conversion	1 Jul 2022	Pending Legislation / High	
10	Relaxing the residency requirement for SMSFs	1 Jul 2022	N/A	Low
11	ECPI and actuarial certificate	1 Jul 2021	Pending Legislation / Very High	

Poll Question 3

Do you outsource your SMSF work?

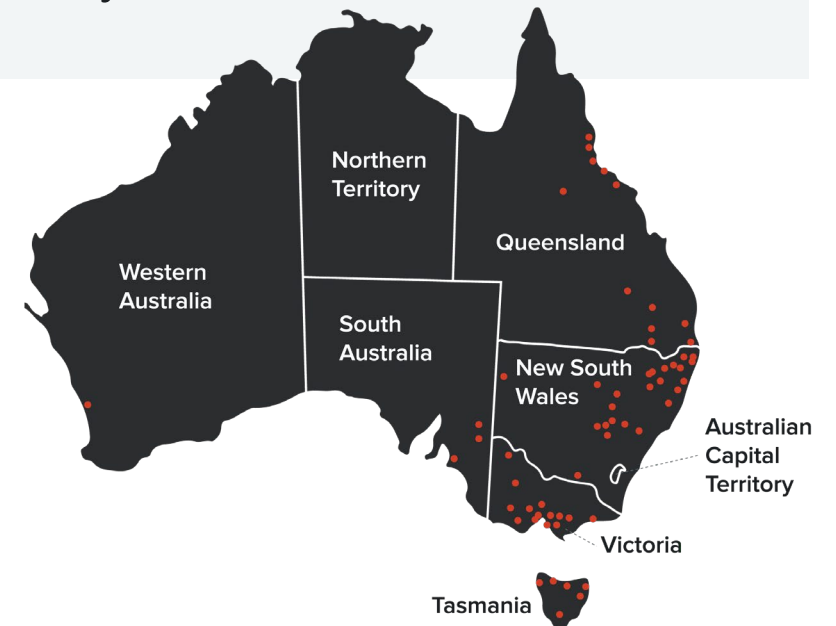
- a) No, we do all our funds inhouse
- b) We process all funds inhouse but are behind in our lodgments
- c) We outsource some of the funds
- d) We outsource all of our funds

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Q&A

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