

Super thresholds & rates – 2022/2023

The following is not financial advice.

It simply sets out what the key super thresholds & rates are to 30th June 2022 and from July 2022. Since the removal of the Accountants Exemption, we as accountants are no longer able to advise you on what contributions you should make into super. Such advice, and that in respect of starting or stopping pensions is financial planning advice and we strongly recommend you obtain such advice to ensure you maximise your opportunities and avoid penalties.

Only the key thresholds & rates which apply to most people have been listed.

LIMITS ON MONIES GOING INTO SUPER

Concessional contribution limits

To 30 th June 2022	From July 2022
\$27,500 for all ages	\$27,500 for all ages

- Catch-up concessional provisions may give you a higher limit in 2022/23.
- Those aged between 67 and 74 must meet the work test before a CC can be made.

Non-concessional contribution (NCC) limits

	2021/22	From July 2022
Annual limit	\$110,000	\$110,000
Under bring forward rule	\$330,000	\$330,000

Most important

1. NCC are assessed against one's personal Transfer Balance Cap (TBC and which will be between \$1,600,000 and \$1,700,000).
2. NCC can't be made after 30th June 2017 if one has used their personal TBC.
3. **Complex** and restrictive rules also apply where one's balance is between \$1,400,000 and \$1,700,000 – please check before making any non-concessional contribution.
4. Can now be up to 74 and make eligible spouse contributions.
5. From 1st July 2022 those aged 67 – 74 no longer need to meet the work test.

CGT contribution limit

2021/22	2022/23
\$1,615,000	\$1,650,000

Downsizer contributions – up to \$300,000 from proceeds (but check with us).



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TAX ON MONIES WITHIN SUPER

Income tax rates

Mode	Tax rate
On accumulation balances	15%
On capital gains within accumulation mode (where asset held for more than 12 months)	10%
On pension balances	0%

Section 293 concessional contribution tax threshold

2021/22	2022/23
\$250,000	\$250,000

TAX AND LIMITS ON MONIES COMING OUT OF SUPER

Pension income

Age	Tax treatment
Aged 60+	Tax free
Aged 55 to 60	Marginal tax rate less 15%
Aged less than 55	Marginal tax rate with no offset except for disability benefit

These rates apply to taxed funds which is what most people have including those with their own SMSF. Untaxed funds are usually old government funds upon which income is only taxed when it leaves the fund.

Minimum pension factors

Age	<65	65-75	75-79	80-84	85-89	90-94	95+
Min pension % for 2022/23	2%	2.5%	3%	3.5%	4.5%	5.5%	7%

The pension dashboard within Simple Fund 360 will tell our SMSF clients how much pension they still need to pay; a separate dashboard will tell us which clients have yet to meet their minimum.

Lump sum low cap rate

2021/2022	2022/2023
\$225,000	\$230,000



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