

Words Of Wisdom – How To Reduce Our Tax For 2022

1. Purchase of Assets –

The Government announced an extension of the **Instant Asset Write-Off** until 30 June 2023.

*A great time to purchase any work vehicles, plant and office equipment.

2. Technology Investment Boost –

Small businesses are provided with an extra 20% deduction for **digital payment devices, anti-virus software, and all cloud-based services**. (Up to \$100k per annum).

*If you are considering upgrading any of your current software or introduce something new, now would be the perfect time to do so.

3. Training Boost –

Similar to the Technology Investment Boost, the **Training Boost** also gives businesses a 20% extra deduction for money spent on training employees (no limit).

*This is a good time to reward staff with additional training, allowing you to claim an additional deduction.

4. Superannuation Concessional Contribution –

Whilst the maximum superannuation contribution that may be deducted in your superfund is capped at \$27,500 (being additional contributions or super guarantee) there is a "catch up" contribution available for prior year's un-used caps, for members with balances under \$500k.

If you are considering making an additional contribution, this will be taxed in the fund at 15% so it's not tax free, the tax saving is the difference between your marginal tax rate and 15%.

At TTO we are here to help and guide our clients through the latest ATO changes. If you wish for any additional support in tax planning matters, please don't hesitate to contact us.

