

Federal Budget summary

October 2022

Measures and start dates at a glance

| Budget measure | Application date |
|---|--|
| General | |
| Clarifying that digital currencies are not taxed as foreign currency | From income years that include 1 July 2021 |
| Deferring start date for sharing economy reporting regime for: <ul style="list-style-type: none"> ▪ supply of ride sourcing and short-term accommodation ▪ other reportable transaction | 1 July 2023 1 July 2024 |
| Eight previously announced measures not proceeding — including changes to the debt/equity rules; \$10,000 cash payment limit; regulatory framework for limited partnership collective investment vehicles and annual audit requirements for certain SMSFs | Measures not proceeding |
| Deductions | |
| Self-assessing the effective life of intangible assets | Measure not proceeding |
| Previously announced technical amendments to the TOFA rules | Start date deferred to income year commencing on or after Royal Assent |
| Businesses | |
| Making specified COVID-19 business grants NANE income | Qualifying grants received in the 2020–21 and 2021–22 income years |
| Funding for small business supports — Jobs and Skills Summit; to support business employers implement paid family and domestic violence leave; and the Small Business Debt Helpline and New Access for Small Business Owners program | From various dates in the 2022–23 income year |
| Companies | |
| Alignment of the tax treatment of off-market share buy-backs undertaken by listed public companies with the treatment of on-market share buy-backs | From 7.30 pm AEDT, 25 October 2022 |

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|---|---|
| International | |
| Amending Australia's interest limitation (thin capitalisation) rules | Income years commencing on or after 1 July 2023 |
| Anti-avoidance rule preventing significant global entities claiming tax deductions for payments made directly or indirectly to related parties for intangibles held in low- or no-tax jurisdictions | Payments made on or after 1 July 2023 |
| Tax transparency reporting requirements for SGEs, Australian public companies and certain tenderers for Australian Government contracts | Income years commencing on or after 1 July 2023 |
| Australia-Iceland Tax Treaty | Will enter into force after both countries have completed domestic requirements and exchanged instruments of ratification |
| Fringe Benefits Tax | |
| Electric car discount — FBT and import tariff exemption for certain battery, hydrogen fuel cell and plug in hybrid vehicles | Fringe benefits provided on or after 1 July 2022 for eligible cars first held and used on or after 1 July 2022 |
| Superannuation | |
| Minimum age for downsizer contributions reduced from 60 to 55 years | Downsizer contributions made on or after the first day of the first quarter after the day of Royal Assent |
| Previously announced relaxing of residency requirements for SMSFs | Start date deferred to income year commencing on or after Royal Assent |
| Compliance | |
| Extension of the ATO's Personal Income Taxation Compliance Program for two years | From 1 July 2023 |
| Extension of the existing ATO Shadow Economy Program for a further three years | From 1 July 2023 |
| ATO Tax Avoidance Taskforce — increased funding and extension for a further year | Boosted funding from 1 July 2022 One year extension from 1 July 2025 |
| Increased funding for the Tax Practitioners Board to undertake compliance investigations | Four years from 1 July 2023 |
| Increase in Commonwealth penalty unit amount from \$222 to \$275 | From 1 January 2023 |

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| Other taxes | |
| Heavy vehicle road user charge increased from 26.4 to 27.2 cents per litre | From 29 September 2022 |
| Related laws | |
| Australia's foreign investment framework — Doubling of fees and penalties for applications relating to residential property | Fees doubled from 29 July 2022 Penalties double from 1 January 2023 |
| Modernising business registers — additional funding for ATO and ASIC | From the 2022–23 income year |
| Women's Budget Statement — funding for various measures regarding women's economic security, ending violence, and gender equality, health and wellbeing | Various dates mainly from the 2022–23 income year |
| Cheaper child care — Increases to the maximum Child Care Subsidy, the family income eligibility threshold and the rate for families earning less than the threshold | From the 2022–23 income year |
| Paid Parental Leave — extension and increased flexibility | Most changes from 1 July 2023 Expansion to 26 weeks to be phased in over two years from 1 July 2024. |