

TECHNICAL NEWS

Latest changes and insights

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Key super rates and thresholds for 2018/19

6 March 2018

The ATO has released the key super rates and thresholds that apply in 2018/19.

	2017/18	2018/19
Low rate cap¹ (for lump sums paid from taxed schemes)	\$200,000	\$205,000
Untaxed plan cap¹ (for lump sums paid from untaxed schemes)	\$1,445,000	\$1,480,000
General transfer balance cap (TBC)²	\$1,600,000	\$1,600,000
Defined benefit income cap³	\$100,000	\$100,000
Concessional contributions (CC) cap⁴	\$25,000	\$25,000
Non-concessional contributions (NCC) cap⁵	\$100,000	\$100,000
CGT cap¹ (lifetime limit for eligible business owners)	\$1,445,000	\$1,480,000
Government co-contributions		
▪ Lower income threshold ⁶	\$36,813	\$37,697
▪ Upper income threshold	\$51,813	\$52,697
Superannuation Guarantee		
▪ Maximum contribution base (per quarter) ⁶	\$52,760	\$54,030
▪ Contribution rate	9.5%	9.5%
Employment Termination Payments		
▪ Life benefit termination payments ¹	\$200,000	\$205,000
▪ Death benefit termination payments ¹	\$200,000	\$205,000
Tax-free redundancy amount		
▪ Base limit ⁶	\$10,155	\$10,399
▪ For each completed year of service ⁶	\$5,078	\$5,200

¹ Indexed to the annual increase in Average Weekly Ordinary Time Earnings (AWOTE) in increments of \$5,000 (rounded down).

² Indexed periodically in \$100,000 increments in line with the Consumer Price Index.

³ Indexed periodically in line of the general TBC

⁴ Indexed to the annual increase in Average Weekly Ordinary Time Earnings (AWOTE) in increments of \$2,500

⁵ This cap is four times the CC cap. Clients under aged 64 or less on 1 July can take advantage of the bring-forward provisions in 2018/19 by making NCCs up to \$300,000 over a three-year period. A person's total super balance at 30 June 2018 and past contributions will determine their eligibility to use the bring-forward provisions.

⁶ Indexed to the annual increase in AWOTE.

Reference

Key superannuation rates and thresholds, ATO website, 2 March 2018

Contact details

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