



## Your Wealth Bulletin

### Money Links

[Fridge Buyback](#)

[Free NRMA roadside\(For 16-20 year olds\)](#)

[Child Care Estimator  
Education Rebates](#)

[Environment Rebates](#)

[NSW Hot Water & Toilet  
Rebates](#)

[Private Health Comparitor](#)

### Office Contact

Ph: (02) 9525 0777

Email:  
[enquiries@reedfinancial.com.au](mailto:enquiries@reedfinancial.com.au)

Follow us on 

Dear David,

Hi and welcome to the June edition of Your Wealth Bulletin.

*"Our stay put behaviour reflects our view that the stock market serves as a relocation centre, at which money is moved from the active to the patient " - Warren Buffett*

### Last Minute Tax Planning

With only a matter of the end of the financial revision of tax planning in minimising tax this



days away until year, a quick items may assist year.

As a last minute safety check, the following pointers are a quick refresher for options to minimise tax this financial year.

Of course, everybody's situation is different and the comments below are a general guide. If you need to discuss any aspects, give David a call on 9525 0777.

#### GET PROTECTION

- Purchase Income Protection Insurance before June 30.
- Pre-pay next year's income protection insurance, the costs of which can also be claimed as a tax deduction up to a year in advance.
- Consider private health insurance to avoid the medical levy surcharge. Use the private health comparitor on the left of this email to search for suitable policies.

**TIMING IS EVERYTHING**

- Delay maturing fixed interest deposits to 1 July.
- Defer capital gains where possible.
- Defer selling off your profitable assets.
- Defer income until July 1 (e.g. delay any year-end bonus when tax rates are lower).
- Forego salary pre-payment if taking annual leave now.
- Consider setting up facilities such as margin loans before June 30 (with pre-paid interest to generate a tax deduction now).
- Offset tax by selling poor performing assets before 30 June.
- Pay your employer superannuation contributions on time.
- Consider salary sacrificing bonuses into superannuation if expected pre June 30.

#### **GET SMART WITH YOUR INVESTMENTS**

- Pre-pay interest on tax deductible investment loans.
- Pre-pay the interest bill of your investment expenses.
- Hold onto your investment for more than 12 months.
- If you've sold an asset and realised a capital gain, perhaps assets with capital losses can be sold to offset some gains.
- Find out how you can lessen the impact of your Capital Gains Tax liability.
- Consider the use of a capital-protected loan for equities, which also received a tax boost in last month's budget, with the benchmark interest rate (the interest you can deduct each year) being lifted from the Reserve Bank's standard variable home loan indicator rate to that rate plus 1 percent.

#### **CLAIM TAX OFFSETS AND DEDUCTIONS**

- Keep your receipts to take advantage of tax deductions.
- Bring forward deductible expenses such as equipment, subscriptions, financial planning fees, school fees covered by the tax rebate, donations and medical fees.
- Government co-contributions are a priority if you are eligible. To be eligible for the full benefit, you need an income of less than \$31,920, although

taxpayers earning up to \$61,920 can receive a partial payment of up to \$1,000 (full benefit amount).

- Claim tax offsets with your medical expenses. If your medical expenses exceed the current threshold of \$2,000, you will be able to claim your medical expenses.
- Receive a tax offset by contributing to your spouse's super fund.
- High income earners with a part time working spouse may consider the spouse contribution rebate. Contribute up to \$3,000 on behalf of a spouse earning less than \$10,800 and claim an 18 percent rebate or \$540.
- Up to \$25,000 can be contributed as concessional superannuation contributions (e.g. salary sacrifice) and up to \$50,000 if over the age of 50.
- Wear your uniform at work. You can claim the cost of your uniform, protective clothing/footwear or occupation-specific clothing so long as it is registered at AusIndustry or followed ATO guidelines.

### **PREPARE FOR YOUR RETIREMENT**

- If you have turned 65 during the financial year, you should consider whether to use the \$450,000 "bring forward" limit for non-concessional contributions.
- If you are eligible to start a transition to retirement pension, this should also be considered as it's a tax-effective way to build your retirement savings.
- For pre and post retirees, another consideration is gifting rules: retirees receiving the age pension can give away up to \$10,000 a year (\$30,000 over five years) without the money being included in the means tests.
- If you're retiring and may receive an unused leave payment or ETP, then delaying until next year may also be beneficial.

If you would like to discuss any of these issues further with us, please feel welcome to ring me on 9525 0777 or email [enquiries@reedfinancial.com.au](mailto:enquiries@reedfinancial.com.au)

Warm Regards!

*David Reed*



**Phone: (02) 9525 - 0777**

Disclaimer:

The statistics and figures presented in this report are based upon historical data, obtained from external sources. There is no guarantee or suggestion that markets will behave as they have in the past. Future results will be affected by political & economic events. Information is not directed to any particular persons investment financial objectives. Therefore, you must seek advice tailored to your individual circumstances before making any specific decisions. The Tax information contained in this Newsletter is a guide only. you should seek independent Tax advice from a qualified tax adviser. You should obtain and consider a Product Disclosure Statement (PDS) before making any decision to acquire a product.

Responsibility for the content and opinions expressed in this document rests solely with the author and opinions expressed do not necessarily represent the views and opinions of Millennium3 Financial Services Pty Ltd

Millennium3 Financial Services Pty Ltd adheres to the Privacy Act. If you don't wish to receive further communications, such as newsletters, either use the unsubscribe button or email [enquiries@reedfinancial.com.au](mailto:enquiries@reedfinancial.com.au) who will ensure the request is carried out. Please allow 2 days for your request to be actioned.

Original Blue Pty Ltd ATF The Reed Family Trust t/as David Reed Financial Services is a Corporate Authorised Representative of Millennium3 Financial Services Pty Ltd ABN 61 094 529 987 AFSL No. 244252