

New Super Thresholds & Tax Rates – 2017/18

Each year a number of superannuation thresholds are changed to reflect movements in full-time Average Weekly Ordinary Time Earnings (AWOTE). The following are several useful rates and thresholds applicable for the 2017/18 financial year.

Maximum superannuation contribution base for SG purposes

Income Year	Per Quarter (\$)	Annualised (\$)
2016/17	51,620	206,480
2017/18	52,760	211,040

Super Guarantee (SG) rate

Income Year	Legislated Rate (%)
2016/17	9.5
2017/18	9.5
2018/19	9.5
2019/20	9.5
2020/21	9.5
2021/22	10.0
2022/23	10.5
2023/24	11.0
2024/25	11.5
2025/26	12.0

Concessional Contributions Cap

Income Year	Cap (\$)	Special Age-based Cap* (\$)
2016/17	30,000	35,000
2017/18	25,000	N/A

* The special age-based cap applies to those aged 49 or over before the start of financial year.

Non-concessional Contributions Cap

Income Year	Cap (\$)	Bring-forward rule (3 years) (\$)
2016/17	180,000	540,000
2017/18	100,000*	300,000*

* No NCC cap when total super balance is \$1.6m or more. Special rules apply when balance is between \$1.4 and \$1.6 million.

Co-contribution Income thresholds

Income Year	Lower income threshold (\$)	Upper income threshold (\$)
2016/17	36,021	51,021
2017/18	36,813	51,813

Low income superannuation tax offset (LISTO)

Income Year	Cap (\$)
2017/18	37,000

Taxation of taxable component – lump sums

Age 60 and over	Tax-free	
Preservation age to age 59	First \$200,000	Tax free
	Balance	15% + medicare
Below preservation age	20% + medicare	

Tax brackets and rates: 2017/18 (excluding 2% Medicare levy)

Taxable Income	Tax Payable (resident)	Tax Payable (non-resident)
0 - 18,200	Nil	32.5%
18,201 - 37,000	19%	\$5,915 + 32.5%
37,001 - 87,000	\$3,572 + 32.5%	\$12,025 + 32.5%
87,001 - 180,000	\$17,547 + 37%	\$26,000 + 37%
180,001+	\$54,547 + 45%*	\$63,000 + 45%*

* 2% Temporary Budget Repair Levy now expired

Tax free part of a genuine redundancy

Income Year	Base limit (\$)	For each full year of service (\$)
2016/17	9,936	4,969
2017/18	10,155	5,078

Taxation of life benefit termination payments

Tax-free component (invalidity or pre 1/7/83 component)	Tax-free	
Taxable Component – under preservation age at end of financial year	First \$200,000	30% max + medicare
	Balance	45% + medicare
Taxable Component – over preservation age at end of financial year	First \$200,000	15% max + medicare
	Balance	45% max + medicare

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Disclaimer

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