

23<sup>rd</sup> March 2020

Hi All,

Sports Accounting Australia have put together the below document to help our clients understand the current funding that will be available to them in light of the COVID-19 situation.

Note that this is our interpretation of the announcements as details have not yet been passed through parliament. This is expected to happen today, and when passed, further details will be available.

#### 1. PAYG (W2 – tax withheld from employees)

This funding does NOT need to be applied for and is automatically refunded onto your ATO account once your BAS/IAS has been lodged.

The total funding available is between \$20,000 - \$100,000

100% of your PAYG (W2 – tax withheld from employees) will be refunded for the period;

1<sup>st</sup> Jan – 30 June 2020 up to a total of \$50,000

For the period 1<sup>st</sup> July – 31<sup>st</sup> Oct you will receive the total amount you received in the period 1<sup>st</sup> Jan – 30 June split over 4 periods.

Example:

You currently pay \$8,788 each month for your PAYG (W2)

In your March BAS you will receive  $\$8,788 * 3 = \$26,364$  (Jan, Feb & March PAYG (W2))

In your April IAS you will receive \$8,788

In your May IAS you will receive \$8,788

In your June BAS you will receive \$6,060 ( $\$50,000 - \$43,940$ ) – Total Capped at \$50,000 for this period

You will then receive a further \$50,000 / 4 periods

In your June BAS \$12,500 – this is in addition to the above payment

In your July IAS \$12,500

In your Aug BAS \$12,500

In your Sept IAS \$12,500

**Total \$100,000**

## 2. State Revenue Payroll Tax

This funding does NOT need to be applied for and is automatically refunded to your bank account.

This funding is only applicable if your payroll is less than \$3 million.

If you are eligible then all payroll tax payments will be refunded for the 19/20 financial year up to \$113,975.

You will also be able to defer any payroll tax for the first three months of the 20/21 financial year until  
1 January 2021.

## 3. Rent Relief and Business Support Fund

It has been mentioned that there will also be some rent relief for commercial tenants in government buildings as well as an additional \$500 million being provided to the hardest hit sectors including hospitality, tourism, accommodation, arts and entertainment.

At this stage we do not know the exact details of these two funding items, but we will continue to monitor and provide clearer advise once this is made available.

Regards



Jeremy Gleeson