

Super taxation thresholds for 2017/18

3 April 2017

The ATO has released the super taxation thresholds and contribution caps that apply in the 2017/18 financial year.

	2016/17	2017/18
Low rate cap¹ (for lump sums paid from taxed schemes)	\$195,000	\$200,000
Untaxed plan cap¹ (for lump sums paid from untaxed schemes)	\$1,415,000	\$1,445,000
ETP cap		
▪ Life benefit termination payments ¹	\$195,000	\$200,000
▪ Death benefit termination payments ¹	\$195,000	\$200,000
Concessional contributions (CC) cap		
▪ Under age 50	\$30,000	
▪ Age 50 or over	\$35,000	
▪ All		\$25,000
Non-concessional contributions (NCC) cap²	\$180,000	\$100,000
CGT cap¹ (lifetime limit for eligible business owners)	\$1,415,000	\$1,445,000
Government co-contributions³		
▪ Lower income threshold	\$36,021	\$36,813
▪ Upper income threshold	\$51,021	\$51,813
Superannuation Guarantee		
▪ Maximum contribution base (per quarter) ³	\$51,620	\$52,760
▪ Contribution rate	9.5%	9.5%
▪ Tax-free redundancy amount⁴		
▪ Base limit	\$9,936	\$10,155
▪ For each completed year of service	\$4,969	\$5,078

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

² This cap from 1 July 2017 is four times the CC cap. Clients under aged 64 or less on 1 July can take advantage of the 'bring forward' option in 2017/18 by making NCCs of up to \$300,000 over a three-year period subject to their total superannuation balance being below \$1.6m.

³ These thresholds are indexed to increases in AWOTE.

⁴ The base limit and service amount is indexed in line with AWOTE each income year.

Reference

Key superannuation rates and thresholds, ATO website, 7 March 2017

Contact details

For more information, please speak to an RJS Strategic Wealth Adviser on **1300 27 28 29**.

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