



JOBMAKER

Giving eligible employers \$200 a week for each additional eligible employee aged between 16 - 29 and \$100 per week for eligible employees aged 30-35.



INFRASTRUCTURE

\$14 billion invested in new and accelerated projects over the next four years. Providing 40,000 jobs during their construction.



INSTANT ASSET WRITE-OFF

Businesses with turnover up to \$5 billion will be able to instantly write-off eligible asset purchases. The deadline for purchases is 30 June 2022.

LOWER TAXES

Reducing personal income taxes and promoting business investment through temporary full expensing and loss carry-back measures.



HEALTH MEASURES

\$16 billion for COVID-19 health measures, including doubling the amount of government-subsidised mental health services.



ENVIRONMENT

\$47.4 million invested into ocean protection and restoring marine health. Additional \$29.1 million into reduction of chemical contamination risk on Commonwealth land.



Economic and Fiscal Indicators

	Outcome (2019/20)	Forecast (2020/21)	Projection (2021/22)
Net debt (\$b)	\$491.2b	\$703.2b	\$812.1b
Underlying cash deficit (\$b)	-\$85.3b	-\$213.7b	-\$112.0b
Real GDP (%)	-0.2%	-1.5%	4.75%
Unemployment rate (%)	7.0%	7.25%	6.5%
Wage price index	1.8	1.25	1.5

CPA Australia Commentary

The 2020-21 Federal Budget sees the government's recovery and support reach \$507 billion overall, including \$257 billion in direct economic support.

The Economic Recovery Plan focuses on job creation and developing more resilient businesses. The budget includes major spending initiatives targeting taxpayers, job creation, infrastructure, manufacturing and regional recovery.

FIND OUT MORE

For more information visit cpaaustralia.com.au/media/leadership-and-influence

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Federal Budget Overview 2020-21



The 2020-21 Federal Budget sees the government's recovery and support reach \$507 billion overall, including \$257 billion in direct economic support. More information on each measure can be found on budget.gov.au.

PERSONAL

- From 1 July 2020, the top threshold of the 19 per cent tax bracket will increase from \$37,000 to \$45,000 and the top threshold of the 32.5 per cent tax bracket will increase from \$90,000 to \$120,000. The low income tax offset will increase from \$445 to \$700.
- Low and middle income earners will receive a one-off additional benefit up to \$1080 from the low and middle income tax offset (LMITO) for 2020-21.



BUSINESS



- Businesses with turnover up to \$5 billion will be able to instantly write-off eligible depreciable assets worth up to \$150,000 each. The deadline to first use or install these assets is extended to 30 June 2022.
- Temporarily allow companies with a turnover of up to \$5 billion to off set tax losses against previous profits on which tax has been paid.
- Streamline and digitise a wide range of regulatory processes and reduce regulation that imposes unnecessary costs and hinders business activity.

INFRASTRUCTURE

- \$14 billion in new and accelerated infrastructure projects to create 40,000 jobs.
- \$1 billion to support local councils to immediately upgrade local roads, footpaths and street lighting.
- \$2 billion in road safety upgrades.



ENVIRONMENT



- \$47.4 million to protect oceans and restore marine health.
- \$29.1 million to reduce the risk of chemical contamination on Commonwealth land.
- The export of plastic, paper, tyres and glass waste will be banned. Invest \$249.6 million to modernise recycling infrastructure, reduce waste and recycle more within Australia.

JOBMAKER

- The \$4 billion JobMaker Hiring Credit will be payable for up to 12 months for each new job to employers who hire eligible employees aged 16-35. The Hiring Credit will be paid quarterly in arrears at the rate of \$200 per week for those aged 16-29, and \$100 per week for those aged 30-35. Eligible employees are required to work a minimum of 20 hours per week.

