



Connective Essentials

Latest News

Keeping you informed



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LATEST NEWS

Fringe Benefits Tax policy changes

We're making some changes to our credit policy to keep up to date with the latest treatment for income that is exempt from Fringe Benefit Tax.

The following policy updates will apply from 1 February 2024.

What you need to know

When adding back a deduction to customer's base income that is exempt from Fringe Benefit Tax (FBT), the current tax-free limit is \$900 per month and \$1480 per month for Public Benevolent Society and Health Promotion Charities.

This will be amended to:

- FBT exempt: \$970 per month; and
- Public Benevolent Society and Health Promotion Charities: \$1545 per month.

Guidance will also be updated to reflect that the exemption can be applied on a per employer basis. This means if you have an applicant confirmed as working for two exempt employers you can apply the treatment to both.

What you need to do

There is no change to the process of calculating FBT exempt income. Ensure you are aware of the new limits when adding back these types of deductions.

The policy is effective from 1 February 2024, and can be applied retrospectively to any pipeline applications.

Further support

All details will be available in the Advantedge General Manual.

If you have any questions, please speak to your Business Development Manager.



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