- Business Consulting
- Business Accounting
- Business Succession
- Taxation
- Self-Managed Superannuation
- Financial Planning
- Personal Insurance
- Retirement Planning
- Estate Planning

FIRST HOME SUPER SAVER SCHEME

BMG
build > maintain > guard

Now you can fast track your saving for a home

In December 2017 the Federal Government passed legislation that enables first time home buyers to tap into the concessionally taxed environment of superannuation to save for their first home. This will enable most first home buyers to accelerate their savings by at least 30% using the scheme.

How does it work?

First home buyers can now deposit savings into their superannuation account and when they have enough money, they can withdraw these voluntary contributions, as well as the earnings thereon, in a tax effective manner to be used to buy a home. This is what you need to know:

- It is applicable to voluntary contributions made to super since 1st July 2017.
- Withdrawals can be made from 1st July 2018 and put towards a first home.
- Contributions of up to $15,000 per annum are allowed.
- There is a limit of $30,000 in withdrawals that can be put toward contributions.
- Couples could therefore access $60,000 of their contributions.
- Investment earnings inside super is taxed at concessional tax rates.
- Earnings are also able to be withdrawn in addition to contributions.
- Taxable withdrawals are eligible to a 30% tax offset.
- Only first time property buyers are eligible.
- Only certain voluntary contributions are eligible.

Want an extra $12,420 towards your home?

The Governments Estimator calculates that a couple with a marginal tax rate of 32.5% making tax deductible superannuation contributions of $10,000 (or $6,550 after tax) a year each will after three years have an additional $6,210 each towards their home! This is $12,420 more than if the saving had occurred in a standard deposit account.

How you can benefit:

1. Investment earnings on savings inside your super will become eligible for concessional tax rates.
2. Voluntary contributions can be tax deductible and therefore you can increase the amount you save.
3. Once inside super, savings are earmarked for your first home purchase and can be pooled with your other superannuation with potential for higher returns.
4. Parents and Grandparents could also contribute to your Super Saving Scheme.
5. Superannuation is now a tool that enables younger Australians to achieve their goals.

Contact your adviser at BMG to find out how to benefit from this strategy.

THE BMG TEAM

Our team consists of passionate people working together to achieve extraordinary things.

By combining our knowledge and experience, you can rely on us to achieve the best outcomes for you, our client.

enabling people to achieve

WHAT'S NEXT

If you are looking to work with a team of professionals to achieve your dreams, give us a call on (02) 6024 3000.

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