



WHAT'S INSIDE

The new financial year is upon us, while there is much uncertainty due to COVID-19 there are not many countries as well placed as Australia at this point in time. The uncertainty in the rest of the world should create opportunity in Australia. In this newsletter we run over the last month of updates on Stimulus packages and also a significant change to our Bookkeeping & External CFO business. Additionally a bill has been passed with significant implications for directors.

- Carnegie Bookkeeping & External Financial Controllers
- July Job Keeper & The Future of JobKeeper
- Job Maker
- New Phoenixing Laws & Director Identification Numbers



NEWSLETTER

Carnegie Bookkeeping & External Financial Controllers

Over the last 12 months our Bookkeeping and External Financial Controller team has gone from strength to strength. As a result we have paid a lot of attention over the last few months to improving this service and the results it can deliver to provide assurance to clients on payroll, reconciling and debtor management in addition to turning client data into valuable information for clients to be able to assess where the business is and where its heading. We are very excited to announce the formal launch of Carnegie Bookkeeping Solutions as an extension of the Carnegie Financial Services team.

July Job Keeper & The Future of Job Keeper

We have had a lot of questions this month from clients whose sales have started to bounce back and whether or not they will be eligible for Job Keeper or not. Once you qualify for the Job Keeper program, you are "in" for the

remainder of the program. So for example if you have a 30% drop off in turnover in April when compared with the same period last year, but your May Sales are similar to last year. You currently still qualify for Job Keeper for the whole program until September.

Carnegie have sent out their docuSign's for the lodgement of the June Job Keeper, if you didn't receive an email and are expecting us to lodge it for you, please contact us.

There has been lots of questions about the future of Job Keeper and whether it will continue. The Prime Minister has been firm in the message that while Job Keeper is burning through approximately \$11 Billion a month, it will stay in place until September.

This message has been muddled though by the fact that Child Care Centre's will no longer be eligible from July 20, and the Job Keeper review has been placed on his desk this week. The wording around removing Child Care Centre's gives a feeling that more industries that are already subsidized may be removed from the Job Keeper program and heavily impacted industries will receive parachute packages.

Home Builder & Job Maker

The first industry to receive a parachute packaging is the construction industry, in what has been comparatively poorly received package Home Builder gives a grant of \$25,000 to eligible participants to build a new home or substantially renovate an existing home. Only a natural person (not a company or trust) can be eligible and must earn less than \$125,000 per annum as an individual or \$200,000 as a couple. Additionally the new home must be worth less than \$750,000 and the renovation between \$150,000 and \$750,000 which does take most people out of the market which is why it has been poorly received.

Each state must sign on to have their constituents receive the package. So far only Tasmania, The Northern Territory, South Australia and Western Australia have signed up.

Job Maker is a support package for the Art's & Entertainment industry. The package comes in the form of finance rather than grants which probably gives us an insight into how the future packages will work.

The Job maker loans will roll out over the next 12 months and will consist of:

1. Seed Investment to reactivate production & tours.
2. Show Starter Loans.
3. Kick-Starting Local Screen Production.
4. Supporting Sustainability of Sector Significant Organisations

Phoenixing & Director Identification Numbers

In the previous few weeks a Bill has been passed, which will likely require Directors of existing entities to obtain a Directors Identification number while new directors will be required to obtain one before they become a director.

This Director Identification Number will follow the individual for life.

This follows the recent changes that directors are liable for GST as well as PAYGW which is designed to prevent directors from winding up entities with ATO debts to avoid payment.

As always if you have any questions about any of the topics, please don't hesitate to contact us.

