

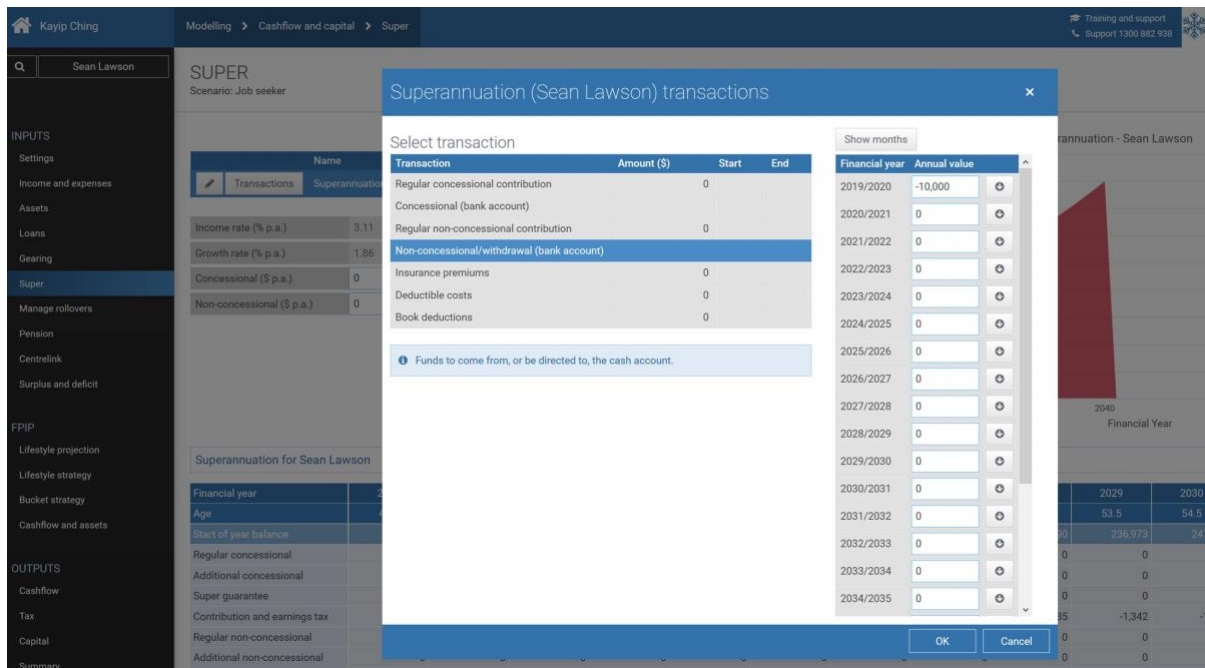
## How-to Guide: \$10,000 Coronavirus Superannuation Payment

Individuals affected by the coronavirus can access up to \$10,000 of their superannuation in 2019-20 and a further \$10,000 in 2020-21. You will be able to apply for early release of your superannuation from mid-April 2020. Click here to read the full details on the Department of Social Services website.

[Click here](#) to read the full details on the government website.

**Here's how to model this in AdviceOS Cashflow and Capital**

**STEP 1: Go to the Super page and set up the transaction.**



The screenshot shows the 'Superannuation (Sean Lawson) transactions' dialog box in the AdviceOS software. The dialog box is titled 'Superannuation (Sean Lawson) transactions' and has a close button (X). It contains a table for selecting transactions and a table for setting annual values for financial years.

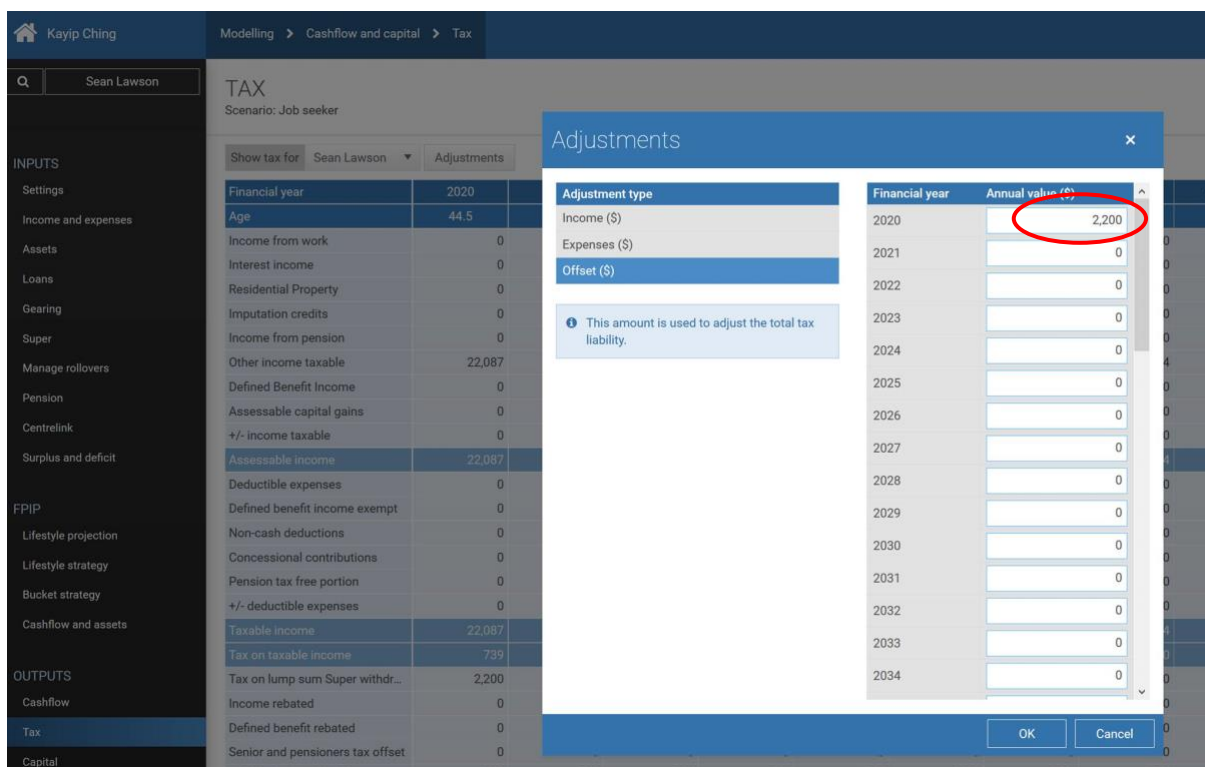
Select transaction				Show months	
Transaction	Amount (\$)	Start	End	Financial year	Annual value
Regular concessional contribution	0			2019/2020	-10,000
Concessional (bank account)				2020/2021	0
Regular non-concessional contribution	0			2021/2022	0
Non-concessional/withdrawal (bank account)				2022/2023	0
Insurance premiums	0			2023/2024	0
Deductible costs	0			2024/2025	0
Book deductions	0			2025/2026	0
Funds to come from, or be directed to, the cash account.					
				2026/2027	0
				2027/2028	0
				2028/2029	0
				2029/2030	0
				2030/2031	0
				2031/2032	0
				2032/2033	0
				2033/2034	0
				2034/2035	0

At the bottom of the dialog box, there are 'OK' and 'Cancel' buttons.

STEP 2: In the Super table you can see the \$10,000 withdrawal as well as the tax on the lump sum withdrawal of \$2,200.

Superannuation for Sean Lawson							
Financial year	2020	2021	2022	2023	2024	2025	2026
Age	44.5	45.5	46.5	47.5	48.5	49.5	50.5
Start of year balance	170,000	167,353	174,790	182,557	190,670	199,143	207,993
Regular concessional	0	0	0	0	0	0	0
Additional concessional	0	0	0	0	0	0	0
Super guarantee	0	0	0	0	0	0	0
Contribution and earnings tax	-937	-947	-990	-1,034	-1,079	-1,127	-1,175
Regular non-concessional	0	0	0	0	0	0	0
Additional non-concessional	0	0	0	0	0	0	0
Government co-contribution	0	0	0	0	0	0	0
Low income super tax offset	0	0	0	0	0	0	0
Gross earnings	8,289	8,385	8,757	9,146	9,553	9,977	10,417
Fees/premiums/deductions	0	0	0	0	0	0	0
Withdrawals	10,000	0	0	0	0	0	0
Net contribution splits	0	0	0	0	0	0	0
Net rollover/back to pension	0	0	0	0	0	0	0
Surplus/Deficit allocation	0	0	0	0	0	0	0
End of year balance	167,353	174,790	182,557	190,670	199,143	207,993	217,143
Concessional cap	50,000	77,500	105,000	132,500	162,500	167,500	167,500
Tax free component	0	0	0	0	0	0	0
Low rate cap	210,000	215,000	220,000	230,000	240,000	245,000	250,000
Tax on lump sum withdrawals	2,200	0	0	0	0	0	0
Transfer cap - general	1,600,000	1,700,000	1,700,000	1,800,000	1,800,000	1,900,000	1,900,000
Transfer cap - personal	1,600,000	1,700,000	1,700,000	1,800,000	1,800,000	1,900,000	1,900,000

STEP 3: Go to the Tax page to offset the withdrawal tax.



The screenshot shows the 'TAX' page for 'Sean Lawson' with a scenario of 'Job seeker'. An 'Adjustments' dialog box is open, allowing for tax adjustments. The dialog box contains the following table:

Adjustment type	Financial year	Annual value (\$)
Income (\$)	2020	2,200
Expenses (\$)	2021	0
Offset (\$)	2022	0
	2023	0
	2024	0
	2025	0
	2026	0
	2027	0
	2028	0
	2029	0
	2030	0
	2031	0
	2032	0
	2033	0
	2034	0

A note in the dialog box states: "This amount is used to adjust the total tax liability." The 'OK' and 'Cancel' buttons are visible at the bottom of the dialog.

STEP 4: Looking at the Tax table - we can see that the Offset gets applied.

Kayip Ching		Modelling > Cashflow and capital > Tax					
Q	Sean Lawson	Imputation credits	0	0	0	0	0
		Income from pension	0	0	0	0	0
manage rollovers		Other income taxable	22,087	15,460	16,001	16,561	17,141
Pension		Defined Benefit Income	0	0	0	0	0
Centrelink		Assessable capital gains	0	0	0	0	0
Surplus and deficit		+/- income taxable	0	0	0	0	0
FPIP		Assessable income	22,087	15,460	16,001	16,561	17,141
Lifestyle projection		Deductible expenses	0	0	0	0	0
Lifestyle strategy		Defined benefit income exempt	0	0	0	0	0
Bucket strategy		Non-cash deductions	0	0	0	0	0
Cashflow and assets		Concessional contributions	0	0	0	0	0
		Pension tax free portion	0	0	0	0	0
		+/- deductible expenses	0	0	0	0	0
OUTPUTS		Taxable income	22,087	15,460	16,001	16,561	17,141
Cashflow		Tax on taxable income	739	0	0	0	0
Tax		Tax on lump sum Super withdr...	2,200	0	0	0	0
Capital		Income rebated	0	0	0	0	0
Summary		Defined benefit rebated	0	0	0	0	0
Export to Excel		Senior and pensioners tax offset	0	0	0	0	0
Scenario comparator		LITO (including LMITO)	700	700	700	700	700
		Pension offset	0	0	0	0	0
		Spouse contribution tax offset	0	0	0	0	0
		Imputation offset	0	0	0	0	0
		+/- offsets	2,200	0	0	0	0
		Medicare (with surcharge)	0	0	0	0	0
		Surplus/deficit tax adjustment	0	0	0	0	0
		Total tax liability	39	0	0	0	0
		Capital losses to carry forward	0	0	0	0	0

STEP 5: On the Assets page, you can see that the funds have hit the cash account.

FPIP		Financial year						
Lifestyle projection		Age	44.5	45.5	46.5	47.5	48.5	49.5
Lifestyle strategy		Start of year value	0	10,000	10,000	10,000	10,000	10,000
Bucket strategy		Savings plan contributions	0	0	0	0	0	0
Cashflow and assets		Gearing strategy additions	0	0	0	0	0	0
OUTPUTS		Growth	0	0	0	0	0	0
Cashflow		Income	0	0	0	0	0	0
Tax		Fees	0	0	0	0	0	0
Capital		Net transactions	10,000	0	0	0	0	0
Summary		Surplus/Deficit allocation	0	0	0	0	0	0
Export to Excel		End of year value	10,000	10,000	10,000	10,000	10,000	10,000
		Unrealised capital gain	0	0	0	0	0	0
		Income dividend	0	0	0	0	0	0