

Budget 2021

Small business snapshot

- ✓ **Digital Economy Strategy**
- ✓ **Extended Instant Asset Write-Off**
- ✓ **Wage subsidies for apprentices and trainees**
- ✓ **Lower insurance premiums for Northern Australian businesses**
- ✓ **A fairer go for small businesses in dispute with the ATO**
- ✓ **Improved transparency for franchisees**

What it means for small business



Digital Economy

\$1.2 billion towards enhancing the digital economy, including a 30% tax offset for Australia's video game industry to help local game producers take a greater share of the \$250 billion global game development market.

Instant Asset Write-Off

Small businesses can continue to write-off the full value of assets purchased until 2023.

Loss Carry Back

This extended tax initiative allows small business to carry back tax losses from 2022/23 income year to offset previously taxed profits as far back as 2018/19.



Small business tax rate

The small business company tax rate will reduce from 27.5% to 26% in 2020/2021 income year and 25% in the 2021/22 income year.



Targeted support

Support for the aviation, tourism and arts industries impacted by COVID, including subsidising the cost of airfares to tourism regions and additional support for events, productions and the film and television sector.



Franchising

A \$4.3 million Franchise Disclosure Registry will be established which will require franchisors to lodge disclosure documentation about their franchise annually. This will improve transparency and provide prospective franchisees with vital information before entering into a franchise agreement.



JobTrainer

The JobTrainer program will be extended for another 12 months, as part of a \$506 million package to support SMEs to employ apprentices and trainees with a 50% wage subsidy of up to \$28,000 per year.



Insurance

New \$10 billion reinsurance pool to cover cyclone and flood damage to make premiums more affordable for small businesses operating in Northern Australia.



ATO debt recovery

Small business in dispute with the ATO will get a fairer go by stopping the ATO from pushing for debt recovery whilst the case is being heard by the Administration Appeals Tribunal (AAT).



Canberra

Level 2
15 Moore Street
Canberra ACT
GPO Box 1791
Canberra City ACT 2601

T 1300 650 460
E info@asbfeo.gov.au

Twitter : @ASBFEO
Facebook: @ASBFEO
LinkedIn: Australian Small Business and Family Enterprise Ombudsman
Instagram: @asbfeo
YouTube : Australian Small Business and Family Enterprise Ombudsman

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Written enquiries may be sent to:

Communications and Media
Australian Small Business and Family Enterprise Ombudsman
02 6123 7200
media@asbfeo.gov.au

Other Useful Contacts

NSW Small Business Commissioner
T 1300 795 534
E we.assist@smallbusiness.nsw.gov.au

SA Small Business Commissioner
T 1800 072 722
E sasbc@sa.gov.au

VIC Small Business Commissioner
T 138 722
E enquiries@vsbc.vic.gov.au

WA Small Business Commissioner
T 131 249
E info@smallbusiness.wa.gov.au

Australian Competition and Consumer Commission
T 1300 302 021
W www.accc.gov.au

Fair Work Ombudsman
T 1300 799 675
W www.fairwork.gov.au

Australian Securities and Investment Commission
T 1300 300 630
W www.asic.gov.au

Australian Taxation Office
T 13 72 26
W www.ato.gov.au