



TBAR Reporting

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This information session is in no way to be interpreted as a recommendation or advice, and there may be information that is not relevant or appropriate to your circumstances.



Today

- What is a TBA and TSB
- Report annually/quarterly
- ATO – Can I get information
- What, When and the How
- Late lodgement penalties
- Support FAQ's and product demo



What is a TBA?

- Maximum \$1.6 million in pension mode from 1/7/2017
- Per person not per Fund
- Existing pensioners needed to (by 1/7/17) either: Roll back any excess into accumulation mode or Withdraw the balance from super. Includes Pension balances under \$1million
- TRIS do NOT count towards TBC



TBAR Reporting and TSB

- Applies from 1 July 2017
- What must you report?
- Must have reported pre-existing pensions by 1 July 2018 (tax return lodgement extension)
- From 1 July 2018:
 - SMSF members TSB < \$1m – report events when lodge tax return
 - **SMSF members TSB > \$1m – report within 28 days of end of quarter in which event occurs**



Report Annually/Quarterly

- SMSF will need to understand the TSB of all of its members at the later of:
 - 30 June 2017 if a member had a pre-existing income stream or where the first member starts their first retirement phase income stream during the 2017–18 year
 - 30 June the year before the first member starts their first retirement phase income stream.
- Once frequency is set, SMSF trustees not expected to move between annual and quarterly due dates, regardless of fluctuation of members' balances.
- ATO to re-evaluate the \$1 million threshold in the future, given that the \$1.6 million transfer balance cap is indexed.



Tax Agents : Request client's TSB balance

- Send ATO a Mail message via the Tax Agent Portal using the mail topic Superannuation and subject NCC balance.
- In your mail message, request the total superannuation balance and bring-forward information for either:
 - all linked clients
 - specific clients.
- Include the relevant tax file numbers (TFNs). You should include a spreadsheet of TFNs if the request is for more than 10 clients.



TBA – Debits and Credits

- Transfer Balance Account (TBA):
 - Credits and Debits will occur
- Amounts are measured at a point in time
 - Pension start
 - Commutation
- When in receipt of multiple pensions need to add up all credits to TBA to determine overall balance
- An individual can have a TBA of less than zero
- Investment earning/losses on a pension account are not credit/debit events and therefore doesn't affect TBA
- Pension payments doesn't give rise to a debit event and doesn't effect TBA. Also, partial commutations do not count towards minimum pension payment requirements



TBA – Debits and Credits

Debits (Decreases)	Credits (increases)
<ul style="list-style-type: none">• Retirement Phase Income Stream commutations from 01 July 2017• Divorce Settlement• Structured settlement/ personal injury settlement• Special Events e.g. loss of super through fraud	<ul style="list-style-type: none">• Retirement Phase balances as at 30 June 2017• Retirement Phase Income Stream commencements from 01 July 2017• Commencement of Death benefit or reversionary Income Stream• Transition of a TRIS from accumulation to Retirement Phase• LRBA repayments where entered into after 1 July 2017• Excess transfer balance earnings

**Events highlighted in red are automatically generated by SF360*



Additional Reporting – Excluded Events

- Commutation in response to ETB Determination – Within 10 business days after the end of month in which the commutation occurs.
- Response to commutation authorities – Within 60 days of the date the commutation authority was issued.



How to lodge a TBAR?

Lodgement Method	Description	SMSF Trustee or Admin	Tax Agent	Number of TBAR Events	Number of Members	Number of Funds
Bulk data exchange (BDE)	Submitting a data file through the Business Portal or Tax Agent Portal	Yes	Yes	Multiple	Multiple	Multiple
Online form	Lodging the TBAR form electronically through ATO online services	Yes	N/A	4	Single Member	Single Fund
Paper report	Lodging the report by mail	Yes	Yes	4	Single Member	Single Fund
Spreadsheet version	Attaching a spreadsheet to a Tax Agent Portal mail message	No	Yes	Multiple	Multiple	Multiple



ATO Penalties – Late lodgement

- A \$210 penalty applies for each period of 28 days that a TBAR is lodged late subject to a maximum \$1,050 penalty.
- The ATO has stated that they will be taking a judicious approach in the 2018-19 year and won't be seeking to impose late lodgement penalties unnecessarily
- ATO focus on supporting and assisting SMSFs with reporting and moving to this model of more regular reporting."



FAQ's and Demo

- Who needs to report?
- How to check a funds reporting timeframe?
- Original TBAR's lodged on different software how to record any movements?
- If no events to report for the quarter? Do you need to report zero?
- Can you report earlier?
- What events are automatically generated by the software?
- Do I need to finalise 2018FY prior to preparing quarterly TBARs?
- What events need to be lodged?
- How to Cancel an event?
- How to manually prepare an event?
- Does the fund have an ABN?
- Can events across multiple funds be lodged via BDE?
- Can TBAR files be electronically lodged?



Help Resources

TBAR Main: <https://360help.com.au/pages/viewpage.action?pageId=24381773>

ATO Event Types: <https://360help.com.au/display/SF360GS/Event+Types+for+Transfer+Balance+Account+Reporting>

Prepare and Lodge TBAR via ATO Portal: <https://360help.com.au/display/doc/TBAR+Management>



Thank you

Questions?

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