



Super co-contribution

Who should read this?

CSS members whose total income, made up of assessable income and reportable fringe benefits, is less than \$61,920 in a financial year.

What is in this fact sheet?

- > What you should know up front
- > What is the super co-contribution?
- > Who is eligible for the super co-contribution?
- > What amount will I get?
- > How do I qualify?
- > Where is it paid?
- > How does it affect my super?
- > Where can I get more information?

What you should know up front

It is important that you read the disclaimer at the end of this fact sheet. Before making any decisions, please read the **CSS product disclosure statement** and consider seeking advice from a licensed professional such as a financial planner, accountant or solicitor.

What is the super co-contribution?

For the purposes of the CSS, the super co-contribution is a contribution from the Australian Government to help eligible individuals who earn less than \$61,920 a year and make personal super contributions to save for their retirement.

The super co-contribution replaces the tax rebate for members earning less than \$61,920 per annum.

Who is eligible for the super co-contribution?

You may be entitled to a government super co-contribution if you:

- > **made personal contributions** to the CSS on or after 1 July 2004 (provided you are not entitled to claim a tax deduction for the contributions)
- > have **lodged an income tax return** for the financial year
- > have an **assessable income** and reportable fringe benefits less than \$61,920 in the financial year
- > are **not a temporary resident**
- > are **less than 71 years old** at the end of the financial year you made the contributions
- > have **received employer super support** during that year of income (or were entitled to such support)
- > are **not wholly or substantially self employed**.

What amount will I get?

The maximum amount the government will pay into your super fund in a financial year is \$1,000, payable if your total income is less than \$31,920 a year. The maximum super co-contribution phases down with increasing income, at a rate of 5 cents in the dollar and cuts out completely if you earn \$61,920 or more per annum.

Example

When your income is more than \$31,920 but less than \$61,920 in a year of income, your super co-contribution will be adjusted based on your income and how much you personally contribute. For example, if you are eligible and your income is \$37,920 and you make personal super contributions of \$1,000 during the relevant year, you will be entitled to a super co-contribution of \$800.

	If your personal super contribution (after tax) is:			
	\$1,000	\$800	\$500	\$200
And your income is:	Your Super co-contribution will be:			
\$31,920 or less	\$1,000	\$800	\$500	\$200
\$33,920	\$934	\$800	\$500	\$200
\$35,920	\$866	\$800	\$500	\$200
\$37,920	\$800	\$800	\$500	\$200
\$39,920	\$734	\$734	\$500	\$200
\$41,920	\$666	\$666	\$500	\$200
\$43,920	\$600	\$600	\$500	\$200
\$45,920	\$534	\$534	\$500	\$200
\$47,920	\$466	\$466	\$466	\$200
\$49,920	\$400	\$400	\$400	\$200
\$51,920	\$334	\$334	\$334	\$200
\$53,920	\$266	\$266	\$266	\$200
\$55,920	\$200	\$200	\$200	\$200
\$57,920	\$134	\$134	\$134	\$134
\$59,920	\$66	\$66	\$66	\$66
\$61,920	\$0	\$0	\$0	\$0

Source: Australian Taxation Office (www.ato.gov.au)

How do I qualify?

The Australian Taxation Office (ATO) will determine if you are entitled to receive a super co-contribution based on:

- > the assessment of your income tax return;
- > any reported Fringe Benefit Tax Entitlements; and
- > the reported member contributions by us to the ATO for a particular financial year.

Where is it paid?

If you are a contributing member to the CSS at the time the ATO determines you are entitled to receive a super co-contribution the amount will be paid into the CSS Fund. If you have ceased to be a contributing member to the CSS at that time then you will need to make arrangements with the ATO to have the co-contribution paid into another fund. The ATO will advise you of this situation should the CSS be unable to accept the co-contribution.

How does it affect my superannuation?

Any super co-contribution amount received by the CSS will grow at the earning rate of the Fund and the amount must be paid as a lump sum. It will not receive any additional employer benefit and cannot be used to purchase a pension upon retirement.

Where can I get more information?

EMAIL members@css.gov.au

PHONE 1300 000 277

FAX 02 6272 9612

MAIL CSS
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Belconnen ACT 2616

WEB www.css.gov.au

Warning - This Document Contains General Advice or Information Only

Any advice in this document has been prepared without taking account of your personal objectives, financial situation or needs. Because of this, you should, before acting on any advice in this document, consider the appropriateness of the advice, having regard to your objectives, financial situation and needs. You may wish to consult a licensed financial planner to do this.

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