



# We are in caretaker mode



The Hon. Bill Shorten MP



The Hon. Malcolm Turnbull MP

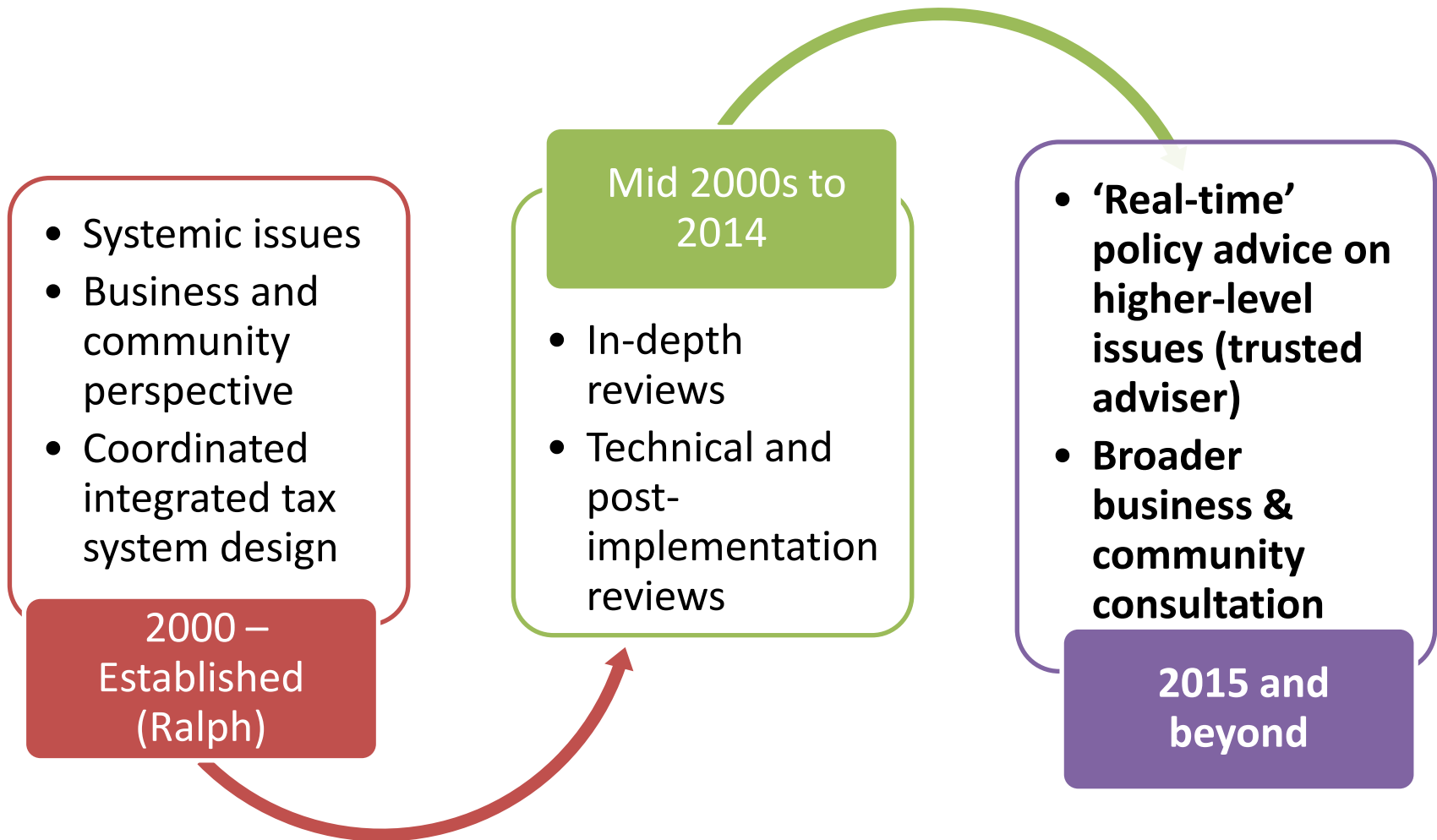


Senator Richard Di Natale

# Overview

1. Board of Taxation 2016
2. 2016-17 Budget
3. Tax Transparency Code
4. Sounding Board

# Board of Taxation 2016



# The Board and the 2016-17 Budget

- Designated Regulatory Reform Bills
- **Sounding Board**
- Timely guidance on the meaning of tax laws

Other measures



- Collective Investment Vehicles
- Consolidation - deductible liabilities
- Asset backed financing
- Division 7A
- Small business entity turnover threshold
- Unincorporated small tax discount

Ten Year Enterprise Tax Plan



- OECD hybrid mismatch arrangement
- Diverted profits tax
- **Tax transparency code**

Tax Integrity Package



- Consulted on measures

Superannuation Reform package



# Voluntary tax transparency code

- 2016 report
- Annual turnover  $\geq$  100 million
- Greater content by businesses with an annual turnover  $\geq$  500 million
- Audience is the 'person in the street'



# Part A – Improvements to disclosures of tax information in financial

Who	Minimum standard of information	How should the content be disclosed?
<b>'Large' and 'medium' businesses</b>	<ul style="list-style-type: none"><li>• Reconciliation of accounting profit to tax expense and to income tax paid or income tax payable</li><li>• Identification of material temporary and non-temporary differences</li><li>• Accounting effective company tax rates for Australian and global operations (pursuant to AASB guidance)</li></ul>	<ul style="list-style-type: none"><li>• Australian general purpose financial statements; or</li><li>• 'Taxes paid' report</li></ul>

# Part B – ‘Taxes paid’ report

Who	Minimum standard of information	How should the content be disclosed?
‘Large’ businesses	<ul style="list-style-type: none"><li>• Approach to tax strategy and governance</li><li>• Tax contribution summary for corporate taxes paid</li><li>• Information about international related party dealings</li></ul>	<ul style="list-style-type: none"><li>• ‘Taxes paid’ report</li></ul>



# Sounding Board

- Progressing regulatory reform agenda
- Raise, debate and prioritise business and community sector ideas on how to improve the tax system
- Replaced TIES
- Launched April 2016 – [taxboard.ideascale.com](http://taxboard.ideascale.com)
- Board to actively promote the inclusion of these ideas in designated regulatory reform bills.



# How to contact us

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# Questions?

