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Unpaid Superannuation Guarantee Contributions “SGC” – Time to Come Clean

The long awaited bill offering a one-off amnesty for employers who have underpaid employee superannuation guarantee contributions has finally passed both houses of Parliament and is waiting royal assent.

The *Treasury Laws Amendment (Recovering Unpaid Superannuation) Bill 2019* passed the Senate on 24 February 2020.

Key features

- Employers can self-correct historical superannuation shortfall for the period 1 July 1992 to 24 May 2018
- Administrative component of the shortfall has been removed
- Part 7 penalty (maximum 200% of the amount of the charge payable) has been removed
- Employer will receive a tax deduction for the superannuation component once paid
- Time limit for amnesty is 6 months after royal assent

Action required

If you have reason to believe you may have underpaid employee superannuation contributions during the period 1 July 1992 to 24 May 2018, contact us urgently.

Caution required

The amnesty does not apply to employers who are currently dealing with an ATO review of SGC

If employers do not take advantage of the amnesty, they will now face significantly higher penalties when they are caught.

Contact us now to take advantage of the amnesty.

**For all up to date information on *Merit Alert* topics
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