



Superannuation

Carry-forward concessional contributions

Aon Financial Education Series

From 1 July 2018, individuals with a total superannuation balance of less than \$500,000 will be able to “carry forward” any unused portion of their concessional contribution cap for up to 5 years. Any carried forward amounts that are not used within 5 years will expire and be forfeited. The unused amounts will start to accrue from 1 July 2018.

The earliest you are able to make additional concessional contributions by applying the unused concessional contribution cap amounts is 1 July 2019.

The carry forward concessional contributions may assist you to ‘catch-up’ on contributions if you are expecting a lump sum payment, or have irregular employment income.

Carry-forward concessional contributions in action

William is an employee and only receives super guarantee contributions from his employer. Over the four years, William has a significant unused portion. William could utilise carry-forward concessional contributions to use any of this unused cap by making addition contributions into his super.

Year	2018/19	2019/20	2020/21	2021/22
Concessional Contributions (CC) – employer contribution	\$5,000	\$5,000	\$6,000	\$6,000
Concessional Contributions cap	\$25,000	\$25,000	\$25,000	\$25,000
Unused CC cap	\$20,000	\$20,000	\$19,000	\$19,000
Available cumulative CC cap	\$20,000	\$40,000	\$59,000	\$78,000

In financial year 2021/2022, William could make a \$78,000 concessional contribution to super on top of the \$6,000 he would receive from his employer.

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This document, including all tax and super calculations, has been prepared using legislation in place as at the 1 July 2018.