

What's yet to come?

The Henry Review lists 137 recommendations to the tax system. Some of the recommendations not ruled out as yet include:

- Tightening of personal service income rules so any owner/manager earning a significant portion of their income from their own personal efforts would be denied a series of business deductions (10)
- Tightening up deductions so they have to be directly related to income production (11)
- Removing and tightening a series of CGT small business concessions (17)
- Removal of the tax on superannuation in the fund and instead tax employer contributions at marginal tax rates (18)
- Halving tax on superannuation fund earnings to 7.5% (19)
- Super guarantee to be paid at the same time as wages (23)
- Immediate write offs for assets valued at less than \$1000 for non-small business entities (28)
- Increase to the small business entity turnover test to \$5m (it's currently \$2m) (30)
- Give companies the ability to carry back a revenue loss to offset it against the prior year's taxable income (31)
- A flow through entity regime for closely held companies and fixed trusts – this would mean that from a tax perspective, there would be no difference between a company, trust or partnership structure (38)
- Remove the broad exemptions for foreign employment income (8b)
- Limiting access to the child care rebate for parents who do not work (99c)
- Removal of the FBT exemption for employer sponsored child care facilities (101)
- Removal of the medical expenses tax offset (7a)
- Simplification of car fringe benefits to a rate of 20 cents per km (9b)
- Fringe benefits readily attributed to the employee to be taxed through the PAYG system not FBT (9)