



# Supplementary tax return

Instructions on how to complete each question in your paper supplementary tax return.

## Income questions 13–24



How to complete the income questions 13 to 24 in your paper supplementary tax return.

## Deduction questions D11–D15



How to complete the deduction questions D11 to D15 in your paper supplementary tax return.

## Tax offset questions T3–T9



How to complete the tax offset questions T3 to T9 in your paper supplementary tax return.

## A5 Amount on which family trust distribution tax has been paid 2022



Complete question A5 if you received a distribution on which family trust distribution tax has been paid.

## C1 Credit for interest on early payments 2022



Complete question C1 if you are eligible to claim a credit for interest on early tax paid to the ATO.

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## A5 Amount on which family trust distribution tax has been paid 2022

Complete question A5 if you received a distribution on which family trust distribution tax has been paid.

26 May 2022

**In 2021–22, did a trust, partnership or company distribute anything to you on which family trust distribution tax has been paid?**

Distributions on which family trust distribution tax is payable include:

- income and property from a trust or partnership
- dividends and property from a company
- the use of property owned by the trust, partnership or company for which you have not paid full value, such as the free use of a holiday house.

The trust, partnership or company should be able to tell you if family trust distribution tax has been paid on a distribution to you.

<b>No</b>	Go to question C1 Credit for interest on early payments 2022, or return to main menu Individual tax return instructions 2022.
<b>Yes</b>	Read on.

## You need to know

Family trust distribution tax is payable on any distribution made to a person outside a 'family group' by:

- a trust which has elected to be a family trust, or

- a trust, partnership or company which has made an interposed entity election to be included in the 'family group' of a family trust.

You do not include in your assessable income any part of a distribution to you on which family trust distribution tax has already been paid, and which would otherwise be assessable income.

However, to determine your liability for the Medicare levy surcharge, we take into account any part of a distribution to you on which family trust distribution tax has already been paid (that would otherwise have been assessable income) reduced by any expenses that would have been deductible against it. This is the amount that you need to show at this item.

### Example

During 2021–22 the Jones family trust distributed \$1,000 to Anne-Marie. The 'family trust election' of the Jones family trust was in force when the distribution was made. Because Anne-Marie is not a member of the family group of the Jones family trust, family trust distribution tax is payable on the \$1,000 distribution. This was paid in full by the trustee of the Jones family trust from other funds.

As a result, Anne-Marie does not include the \$1,000 distribution in her assessable income. Instead, Anne-Marie shows at this item the \$1,000 distribution from the Jones family trust less any expenses that would have been deductible against it.

However, had family trust distribution tax **not** been paid, Anne-Marie would have had to include in her assessable income any part of the distribution that was assessable under the normal income tax rules.

## Completing this item

### Step 1

Add up the amounts or value of all distributions to you by a trust, partnership or company during 2021–22 which would have been assessable income if family trust distribution tax had not been paid.

### Step 2

Add up any expenses which you would have been able to claim as a deduction if the distributions had been included in your assessable income.

### Step 3

Take away your step 2 amount, if any, from your step 1 amount.

### Step 4

Write the amount from step 3 at **X** item **A5** on your tax return. Do not show cents.

If the amount from step 3 is zero or less than zero, do not write anything.

You have finished this question.

## Where to go next

- Go to question C1 Credit for interest on early payments 2022.
- Return to main menu Individual tax return instructions 2022.
- Go back to Total supplement tax offsets 2022.

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## C1 Credit for interest on early payments 2022

Complete question C1 if you are eligible to claim a credit for interest on early tax paid to the ATO.

26 May 2022

During 2021–22, did you make any of the following payments to us more than 14 days before the due date?

- Income tax (including Medicare levy and Medicare levy surcharge) shown on your notice of assessment

- Compulsory Higher Education Loan Program (HELP) repayment amount shown on your notice of assessment
- Compulsory Vocational Education and Training Student Loan (VETSL) repayment amount shown on your notice of assessment
- Compulsory Student Financial Supplement Scheme (SFSS) debt repayment shown on your notice of assessment
- Compulsory Trade Support Loan (TSL) debt repayment shown on your notice of assessment
- Compulsory Student Start-up Loan (SSL) repayment shown on your notice of assessment
- Compulsory ABSTUDY Student Start-up Loan (ABSTUDY SSL) repayment shown on your notice of assessment
- Interest on distributions from non-resident trust estates
- Shortfall interest charge
- Income tax penalty for the 1999–2000 and earlier income years
- General interest charge for lodging a late income tax return for income years up to and including 1999–2000
- General interest charge on an increase in the tax payable resulting from an amended assessment for income years up to and including 1999–2000.

<b>No</b>	Go to Checklist – supplement 2022, or return to main menu Individual tax return instructions 2022.
<b>Yes</b>	Read below.

You can claim for interest on an early payment either by writing to us for a direct payment or by completing this item. If you have already requested the direct payment of interest on your early payment, do not claim it at this item.

## You need to know

The following are not early payments:

- pay as you go (PAYG) withholding amounts including

- amounts withheld from interest, dividends and royalties
  - amounts withheld by payers (including those withheld for HELP, VETSL SFSS, TSL, SSL or ABSTUDY SSL)
- PAYG instalments.

### See also

- Interest on early payments
- Practice Statement Law Administration PS LA 2011/23 *Credit interest* which discusses the policy and details when interest is payable.

If you received interest from us, you must show it as income on your tax return for the year in which we paid or credited that interest to you.

The period for which you can claim interest starts on the later of:

- the date you made your payment
- the date of issue of our notice informing you of the amount of tax, debt, interest or instalment.

That period ends on the earlier of:

- the due date for payment
- the date when we refunded your early payment, if we refunded it.

For example, a notice of assessment issued to you on 19 September 2021 showed an amount of tax payable. If the amount was due on 21 November 2021 but you paid early, on 1 November 2021, the interest period would be 21 days: 1 November to 21 November.

The interest rate that applies to each quarter of 2021–22 appears below.

### Interest rates for early payments calculation

Period	Interest rate (% pa)
1 July 2021 to 30 September 2021	0.04

1 October 2021 to 31 December 2021	0.01
1 January 2022 to 31 March 2022	0.04
1 April 2022 to 30 June 2022	0.07

## What you need

- Notification from the ATO showing the date of the notice, the amount owing and the due date.
- Details of your date of payment, shown on your bank statement or receipt from the post office or the ATO. Allow three extra days if you posted your payment.

## Completing this item

If the early payment extends over two or more interest periods, you will need to do steps 1 to 4 for the number of days in each period.

### Step 1

Work out the number of days your payment was early by. This is the number of days from the later of:

- the date you paid the amount, or
- the issue date on your notice informing you of the amount of tax, debt, interest or instalment

up to and including the date when the payment was due (or the date when we refunded your early payment).

### Step 2

Divide the number of days from step 1 by 365.

### Step 3

Multiply the answer you got at step 2 by the amount of the payment.

### Step 4

Multiply the answer from step 3 by the rate of interest for the period and divide by 100. For example, for the period 1 July 2021 to 30 September 2021, multiply by 0.04 and divide by 100.

## Step 5

Add up the amounts you worked out for each period at step 4.

## Step 6

If the amount from step 5 is equal to or greater than 50 cents, write the total at **L** item **C1** on page 16 of your tax return. Show cents. If the amount is less than 50 cents, you cannot claim.

## Where to go next

- Go to Checklist – supplement 2022.
- Return to main menu Individual tax return instructions 2022.
- Go back to question **A5** Amount on which family trust distribution tax has been paid 2022.

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