

▶ 2022 Federal Budget summary

On 29 March 2022, the Treasurer released the 2022/23 Federal Budget. Pre-election budgets typically come laden with 'goodies' to sweeten up voters and this budget was no exception, with one of the key themes for this budget addressing the cost of living for Australians.

Where super was concerned, there was only one announcement: the extension of reduced drawdown rates for account-based pensions.

Extension of the temporary reduction in minimum drawdown rates for account-based pensions

The 50% reduction of the minimum drawdown requirements for account-based pensions has been extended for a further year until 30 June 2023.

The minimum drawdown requirements determine the minimum amount of a pension that a retiree must draw from their superannuation each year.

Previous budget announcements that will come into effect on 1 July 2022

- The \$450 monthly income threshold from super contributions will be removed.
- The withdrawal limit for First Home Super Saver Scheme will increase from \$30,000 to \$50,000.
- The work test for non-concessional and salary sacrifice super contributions will be removed for members between the age of 67 and 74.