

Having trouble reading this? [View it in your browser](#)

laydoddpartners

P: 09 623 7770



~ August 20, 2020 ~

Lay Dodd Partners August 2020 Update

COVID-19 SUPPORT FOR EMPLOYERS



In response to the recent lockdown restrictions, the Government has announced a new round of Wage Subsidy.

Work and Income have two payments currently available to support employers affected by COVID-19; a Wage Subsidy Extension and the Leave Support Scheme.

A new Resurgence Wage Subsidy payment will also be available from 1.00 pm on 21 August 2020.

You can only receive one COVID-19 subsidy at any one time per employee.

What to apply for:

NEW RESURGENCE WAGE SUBSIDY - from 1.00 pm on 21 August 2020

The Resurgence Wage Subsidy Extension is a 2 week payment. It is available nationally for qualifying businesses **who have had, or expect to have, a revenue drop of at least 40% because of COVID-19 for a continuous 14 day period** between 12 August and 10 September compared to a similar period last year.

Applications can be made from 1.00pm on 21 August 2020 until 11.59pm on 3 September 2020.

You can apply for this if you meet the criteria and have not received a wage subsidy, or when any wage subsidy you have received has finished.

In this issue

- [Lay Dodd Partners August 2020 Update](#)
- [COVID-19 SUPPORT FOR EMPLOYERS](#)
- [PROVISIONAL TAX THRESHOLD](#)
- -
- [Disclaimer](#)

In other news

Forward to a friend

Know someone who might be interested in the email? Why not forward this email to them.

Unsubscribe

Don't want to receive these emails anymore? You can unsubscribe instantly.

Find out more about the Resurgence Wage Subsidy
<https://www.workandincome.govt.nz/covid-19/resurgence-wage-subsidy/index.html>

PROVISIONAL TAX THRESHOLD



In case you have you have not received a tax notice from us in recent days, the Government has recently passed legislation to increase the provisional tax threshold from \$2,500 to \$5,000. This applies for the 2021 tax year (April 2020 to March 2021).

This means any current provisional taxpayers with provisional tax payments of less than \$5,000 will not have to make three instalments during the financial year and terminal tax will only apply on the due date typically 7 April 2022. This is intended to lower compliance costs for smaller taxpayers and allow them to retain cash for longer.

The increased provisional tax threshold for 2021 and future tax years may mean that some taxpayers no longer have to pay provisional tax.

This is a permanent change that will take effect from 2020-2021 income year. For most taxpayers, this will mean 1 April 2020.

If you would like to continue paying in instalments throughout the year, you can make a voluntary payment to the IRD or put aside money in a bank account until your tax payment is due.

Find out more about the Provisional Tax Threshold
<https://www.ird.govt.nz/covid-19/business-and-organisations/provisional-tax#:~:text=The%20increased%20provisional%20tax%20threshold%20from%>

20%242%2C500%20to%20%245%2C000%20for,taxpayer%20for%20that%
20tax%20year.

If you have any questions about the update or other matters, please contact us, we are here to help.

Disclaimer

This publication has been carefully prepared, but it is written in general terms only. The publication should not be relied upon to provide specific information without also obtaining appropriate professional advice after detailed examination of your particular situation.



Ph: 09 623 7770

Fax: 09 623 7779

Email: info@laydodd.co.nz

CHARTERED
ACCOUNTANTS

You
Not interested anymore? [Unsubscribe](#) instantly.