

Updated information for VicSuper FutureSaver Product Disclosure Statement dated 13 November 2020

Issued by Aware Super Pty Ltd ABN 11 118 202 672, AFSL 293340, as trustee for Aware Super (Fund) ABN 53 226 460 365

Dated 12 July 2021

This additional information updates the content in the VicSuper FutureSaver Product Disclosure Statement (PDS) and associated Member Guides: 'How super is taxed' and 'How super works' (all dated 13 November 2020). It should be read in conjunction with the PDS.

Changes to superannuation rates and thresholds

The VicSuper FutureSaver PDS and Member Guides includes superannuation rates and thresholds, which apply to your account.

The Government may legislate changes to superannuation rates and thresholds. The changes to rates and thresholds which apply to VicSuper FutureSaver from 1 July 2021 are shown below:

Superannuation rates and thresholds	2020/21 Financial Year	2021/22 Financial Year
Superannuation Guarantee (SG) rate	9.5%	10%
General contribution caps		
Concessional contribution cap (all ages)	\$25,000	\$27,500
Non-concessional contributions cap (all ages)	\$100,000	\$110,000
Bring-forward rules (non-concessional caps)		
Age eligibility	Under 67	Under 67
Maximum contribution	\$300,000 (if your total super balance is equal to or greater than \$1.4 million, your eligibility to bring forward is reduced).	\$330,000 (if your total super balance is equal to or greater than \$1.48 million, your eligibility to bring forward is reduced).
Superannuation co-contribution income thresholds		
Lower income threshold	\$39,837	\$41,112
Higher income threshold	\$54,837	\$56,112
Maximum entitlement	\$500	\$500

Tax treatment

Treatment of the taxed and untaxed component of your super benefit – withdrawals

Age	Taxable component Tax treatment for taxed element		Taxable component Tax treatment for untaxed element ¹	
	2020/21	2021/22	2020/21	2021/22
Age 60 and above	Tax free	Tax free	<ul style="list-style-type: none"> Up to \$1,565,000 – 15% plus the Medicare levy Over \$1,565,000 – top marginal rate plus the Medicare levy 	<ul style="list-style-type: none"> Up to \$1,615,000 – 15% plus the Medicare levy Over \$1,615,000 – top marginal rate plus the Medicare levy
Preservation age to age 59	<ul style="list-style-type: none"> Up to \$215,000 – 0% Over \$215,000 – 15% plus the Medicare levy 	<ul style="list-style-type: none"> Up to \$225,000 – 0% Over \$225,000 – 15% plus the Medicare levy 	<ul style="list-style-type: none"> Up to \$215,000 – 15% plus the Medicare levy Over \$215,000 and up to \$1,565,000 – 30% plus the Medicare levy Over \$1,565,000 – top marginal rate plus the Medicare levy 	<ul style="list-style-type: none"> Up to \$225,000 – 15% plus the Medicare levy Over \$225,000 and up to \$1,615,000 – 30% plus the Medicare levy Over \$1,615,000 – top marginal rate plus the Medicare levy
Under preservation age	20% plus the Medicare levy	20% plus the Medicare levy	<ul style="list-style-type: none"> Up to \$1,565,000 – 30% plus the Medicare levy Over \$1,565,000 – top marginal rate plus the Medicare levy 	<ul style="list-style-type: none"> Up to \$1,615,000 – 30% plus the Medicare levy Over \$1,615,000 – top marginal rate plus the Medicare levy

1. Generally, an untaxed element only applies where payments include an insured benefit.

Contributions	2020/21	2021/22
Before tax (concessional)	15% unless you exceed your concessional contribution cap of \$25,000 (plus any unused carried forward cap). Contributions in excess of the cap will be taxed at your marginal tax rate (with a 15% tax offset) plus an interest charge. Unless refunded, excess before-tax contributions are counted towards the non-concessional contribution cap.	15% unless you exceed your concessional contribution cap of \$27,500 (plus any unused carried forward cap). Contributions in excess of the cap will be taxed at your marginal tax rate (with a 15% tax offset). Unless refunded, excess before-tax contributions are counted towards the non-concessional contribution cap.
General Transfer Balance Cap (Please read footnote 2 about your personal transfer balance cap)	\$1,600,000	\$1,700,000 ²

2. There is a general transfer balance cap of \$1.7 million, which is a lifetime limit on the total amount of superannuation that can be transferred into retirement phase income streams.

From 1 July 2021, all Individuals have a personal transfer balance cap between \$1.6 million and \$1.7 million. Individuals who start their first retirement phase income stream on or after 1 July 2021 will have a personal transfer balance cap of \$1.7 million.

It's important to note that everyone will have their own personal transfer balance cap. You will need to visit ato.gov.au to find out what cap applies to you. This cap applies to all retirement phase income stream accounts you may have, except Transition to Retirement income streams. If you exceed the transfer balance cap, the Australian Taxation Office (ATO) will require you to remove the excess from your income stream(s) and additional tax may apply.

Because laws change from time to time, please visit ato.gov.au to confirm current superannuation key rates and thresholds or call us on **1300 366 216** to speak to a super consultant.