

Splitting super contributions in REI Super

The trustee of REI Super recommends that you seek advice from a licensed, or appropriately authorised, financial adviser regarding your super before you make any decision in relation to super contributions splitting.

What is super contributions splitting?

Contributions splitting allows members to transfer eligible contributions from their own super account to an account in the name of their spouse in a complying superannuation fund. Conditions apply as to what contributions can be split and when a member can split contributions.

Who can contributions be split with?

Contributions can only be split with an eligible spouse who has not permanently retired or reached age 65.

A *spouse* is a person:

- who is legally married to the member;
- with whom the member lives on a genuine domestic basis in a relationship as a couple (including a same-sex partner); or
- with whom the member is in a registered relationship under a law of State or Territory (including a same-sex partner).

What contributions can be split?

You will generally be able to request a contributions split of up to 85% of concessional contributions* made during the relevant financial year, provided you maintain a leaving service benefit of at least \$5,000 in REI Super. Concessional contributions include employer and salary sacrifice contributions, any deductible contributions (i.e. those for which you have advised the trustee that you will be claiming a tax deduction).

The maximum amount of taxed contributions a member can split in a financial year is the lesser of 85% of the concessional contributions and the concessional contributions cap for that financial year.

In other words, you will generally not be able to split contributions of more than \$25,000 per annum.

* You can only split 85% of concessional contributions as the trustee must make an allowance for the deduction of the Government's 15% contributions tax. When you request a split of a concessional contribution amount, you will need to nominate whether the amount is net or gross of contributions tax (see the Contributions Splitting Application form for more details).

The following cannot be split:

- member contributions (but excluding those contributions for which you have advised the trustee that you are claiming a tax deduction), eligible spouse contributions and government co-contributions, and untaxed contributions
- amounts rolled over or transferred into the REI Super
- lump sum payments from an overseas super fund
- employment termination payments

There may be other circumstances in which the legislation restricts or prohibits contributions splitting depending on a member's individual circumstances. We will advise you if this applies at the time you make a request to split contributions.

When can you request a contributions split?

The super contributions splitting rules work on a financial year basis (ie year ending 30 June).

Splitting periods will comprise the twelve months from 1 July to 30 June each year.

Generally a member will be able to split once per financial year and will have twelve months to make a request to split all or part of a previous year's contributions once that year is over.

If you are withdrawing your entire superannuation benefit from REI Super you may also elect to split contributions made to your super account during the current financial year. However, this can only take place if your request to split contributions is provided to the trustee on or before the time that your super is paid out, rolled over or transferred to another super fund.

The withdrawal fee (if any) will apply whenever a contributions split is made to your spouse whilst you are a member of the REI Super. If withdrawing your entire superannuation benefit, this fee will only be charged once.

How can you request a contributions split?

To request a contributions split you should complete the 'Contributions Splitting Application' form which is available by calling the Helpline on 1300 134 433 or refer to the website www.reisuper.com.au.

When should you lodge the form?

Your application to split your contributions should be lodged with REI Super after the completion of each financial year (eg. after the 30th of June).

An application to split your contributions can only be lodged once for each financial year and must be lodged before the following 30th of June (or before requesting payment if leaving REI Super).

Please note that the trustee has 90 days from the receipt of your application form to process your request.

Your spouse can join REI Super

If you're thinking of taking advantage of super contributions splitting, it's worth noting that your spouse may be able to open their own super account in REI Super.

For details or to obtain a copy of the relevant Product Disclosure Statement call the Helpline on 1300 134 433 or refer to the website www.reisuper.com.au.

If you need help

For assistance or information on super contributions splitting please call the Helpline on 1300 134 433 or refer to the website www.reisuper.com.au.