

## Electric Vehicle FBT Changes: 2022

The Australian Government has introduced the Electric Vehicle Discount Policy, thereby removing any FBT requirement for eligible new vehicles purchased after 1<sup>st</sup> July 2022. More information about this can be located via this link [EV FBT](#)

The policy extends to June 2025 and the following criteria apply to be eligible for the exemption:

- Vehicle to be Battery Electric, or
- Plug In Hybrid Electric, and
- Purchase price must be less than \$84,916

With this exemption, salary packaging a car has never been more attractive as all finance and running costs are paid in pre tax dollars, along with the benefit of saving on GST for purchase and running costs.

**Examples of savings available over a 4-year term are below:**

	Novated Lease	Private Finance
Vehicle	Tesla Model Y	Tesla Model Y
Car cost drive away	\$79,000	\$79,000
Annual salary	\$130,000	\$130,000
Total car costs	\$20,307	\$20,678
Income tax	\$28,311	\$35,767
Remaining cash	\$81,382	\$73,555
	Cash advantage: \$7,827 p.a. or \$31,308 over 4 years	
Vehicle	MG ZS EV	MG ZS EV
Car cost drive away	\$48,990	\$48,990
Annual salary	\$80,000	\$80,000
Total car costs	\$12,991	\$13,645
Income tax	\$13,585	\$18,067
Remaining cash	\$53,424	\$48,288
	Cash advantage: \$5,136 p.a. or \$20,544 over 4 years	

**Call Enlist on 1300 PRE TAX (1300 773 829) to speak to a consultant who can go through the specifics of your preferred car and situation.**