

the **bongiorno** group

Financial Literacy for Surgeons

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disclosure statement



This general advice has been prepared without taking account of your objectives, financial situation or needs, you should consider the appropriateness of this advice before acting on it.

If this general advice relates to acquiring a financial product, you should obtain a product disclosure statement before deciding to acquire the product



knowledge topics covered

Today our discussion will step you through



1.
your taxation
obligations



2.
structure
options for
operating your
private practice



3.
concept of
borrowing



4.
building wealth



5.
finance

personal income thresholds & tax rate

The current taxation schedule sits at

tax thresholds 2023/24

\$0 - \$18,200

\$18,201 - \$45,000

\$45,001 - \$120,000

\$120,001 - \$180,000

\$180,001 and over

tax rate

Nil

10c for each \$1 and over \$18,200

\$5,092 plus 32.5c for each \$1 over \$45,000

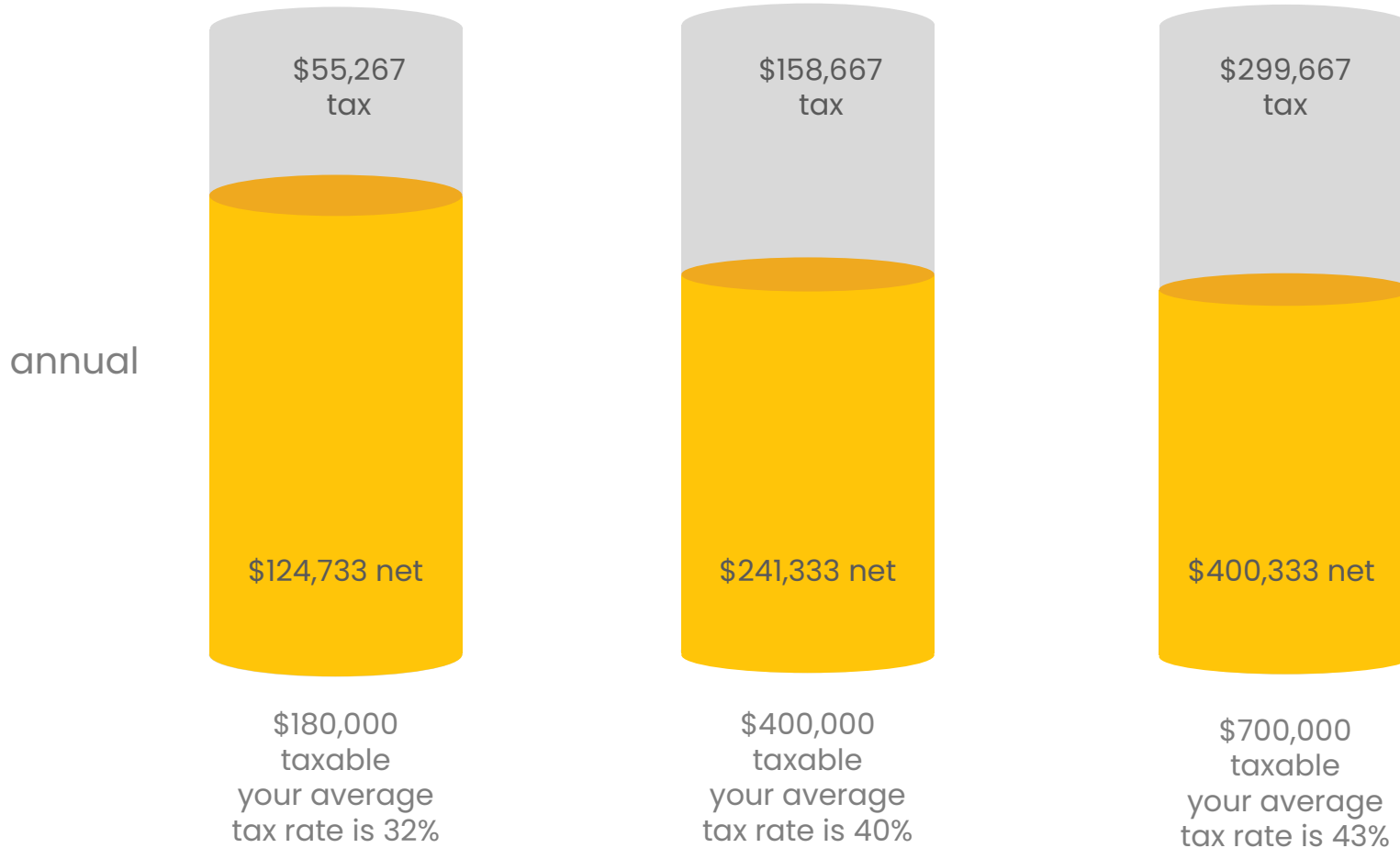
\$29,467 plus 37c for each \$1 over \$120,000

\$51,667 plus 45c for each \$1 over \$180,000

So, on \$45,000, tax is only \$5,092 (11%)

what is taxable income?

at a glance your income funnel can look like this



work related expenses

You must ensure that you maximise your tax effectiveness through your practice expenses

If you have business or
work related expenses



Cost \$20,000

After tax
\$10,600

Tax savings
\$9,400



private practice structure

Legal structure options for operating your private practice include:

company



- why a company is of no advantage



trust



- why a trust is of no advantage



Individual/sole trader



- P.S.I personal services income



Are your structure options different? The answer is NO

group practice structure

Your group practice structure could be one of four options



unit trust



partnership of trusts



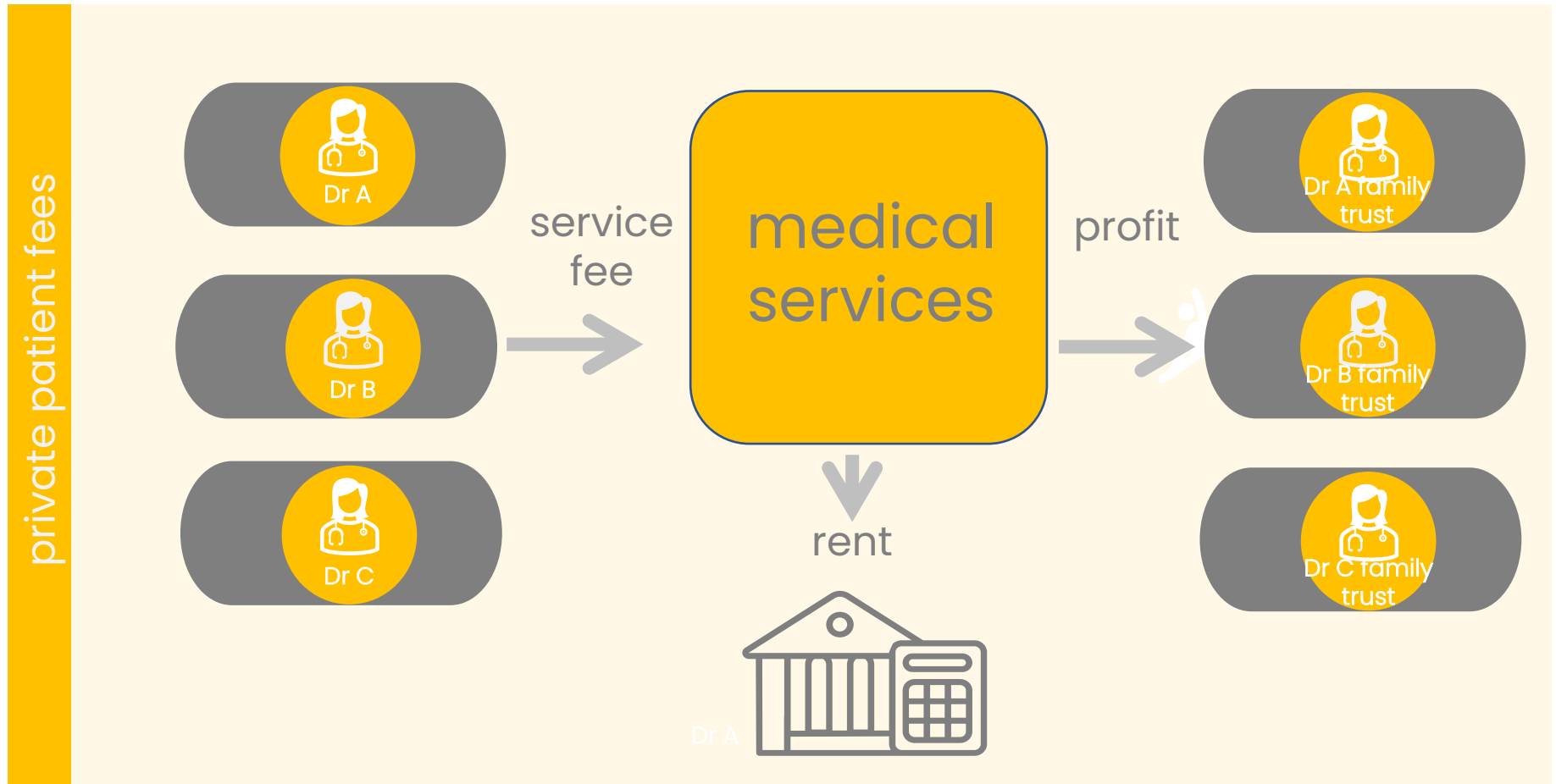
hybrid trust



associateship

group practice set up

A simple example of how your group practice set up should operate



operating your private practice

Questions you need to consider in your private practice



Tax obligations

ABN & GST registration, BAS, Super, Workcover, Single Touch Payroll (STP)

Tax payments

How do I pay my tax while in private practice?

Tax honeymoon

What is it and how does it work for me?

Payroll tax

Payments and continuity

concept of borrowing

smarter way to manage your debt



concept of borrowing

When borrowing, remember to keep it simple with these tips

01.

Home loan

Always have an offset with your home mortgage

02.

Mixing debt rule

Don't mix deductible with non deductible

03.

Mortgage rates

- Should you fix or keep variable?

building wealth

There are various umbrellas for investing and saving



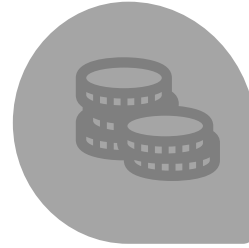
property

Residential and
commercial



shares

Managed
funds
ETF's
Bonds



cash

Available funds

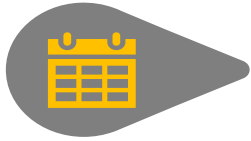


superannuation

Maximise
concessional
contributions
(deductible)
Catch up Super
Super Splitting

purchasing property

purchasing a residential or investment property considerations



who should own?



how much can you borrow?



ownership of rooms list



ownership of rooms

who should own?

spouse/individual

01

company

02

family trust

03

unit trust

04

self managed super fund

05

finance options

how much can you borrow?

01

construction

02

new equipment purchases

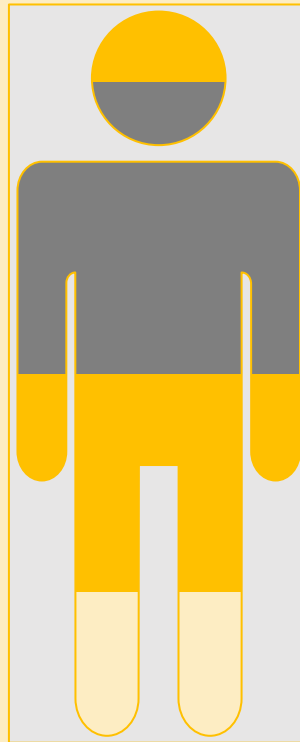
03

estate planning

considerations as a surgeon no matter where you are in your career

Power of Attorney –
Allows appointee to look after your affairs in the event that you no longer are able to

Will/Testamentary Trust is a legal document that states your intentions for distribution of your assets and wealth after your death



Medical Power of Attorney –
Allows appointee to make legal decisions regarding your medical care

- Passwords
- Access

RACS Bongiorno presentation


thank
you

any questions?




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thank you

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