

# Appendices: JobKeeper 2.0 - alternative decline in turnover tests

## APPENDIX A – SUMMARY OF THE ALTERNATIVE TESTS FOR FIRST EXTENSION PERIOD

The following table provides a high-level summary of the Commissioner’s alternative tests for the actual decline in turnover test for the First Extension Period for JK 2.0. If the test applies, the entity can use an alternative GST turnover rather than the GST turnover for the September 2019 quarter.

Scenario	Comparison turnover
<b>1. Business commenced after 1 July 2019 and before 1 March 2020</b>	<p><b><u>First alternative – 1 July 2019 to 31 January 2020 Commencement</u></b></p> <p>The average monthly current GST turnover for each whole month after the entity commenced business and before 1 March 2020. Multiply the result by three.</p>
	<p><b><u>First alternative – 1 February to 29 February 2020 Commencement</u></b></p> <p>The current GST turnover for February 2020, divided by the number of days the entity was in business and multiplied by 29. Multiply the result by three.</p>
	<p><b><u>Second alternative – 1 July 2019 to 1 December 2019 Commencement</u></b></p> <p>Current GST turnover for the period 1 December 2019 to 29 February 2020.</p>
<b>2. Acquisition or disposal on or after 1 July 2019 and before 1 July 2020 (if more than one, can use for any).</b>	<p><b><u>1 July 2019 to 31 May 2020 acquisition or disposal</u></b></p> <p>Current GST turnover for the month immediately after the month in which the acquisition or disposal occurred. Multiply the result by three.</p>
	<p><b><u>1 June 2020 to 30 June 2020 acquisition or disposal</u></b></p> <p>Current GST turnover for June 2020. Multiply the result by three.</p>
<b>3. Restructure on or after 1 July 2019 and before 1 July 2020 (if more than one, can use for any).</b>	<p><b><u>1 July 2019 to 31 May 2020 restructure</u></b></p> <p>Current GST turnover for the month immediately after the month in which the restructure occurred. Multiply the result by three.</p>
	<p><b><u>1 June 2020 to 30 June 2020 restructure</u></b></p> <p>Current GST turnover for June 2020. Multiply the result by three.</p>
<b>4. Substantial increase in turnover prior to 1 March 2020. Satisfy any of the following tests to get into this alternative test:</b> <ul style="list-style-type: none"> <li>February 2020 was 50%+ greater than February 2019</li> </ul>	<p>Current GST turnover for the period 1 December 2019 to 29 February 2020.</p>

<ul style="list-style-type: none"> <li>February 2020 was 25%+ greater than August 2019</li> <li>February 2020 was 12.5%+ greater than November 2019</li> </ul>	
<p><b>Substantial increase in turnover prior to 1 July 2020. Satisfy any of following tests to get into this alternative test:</b></p> <ul style="list-style-type: none"> <li>June 2020 was 50%+ greater than June 2019</li> <li>June 2020 was 25%+ greater than December 2019</li> <li>June 2020 was 12.5%+ greater than March 2020</li> </ul>	Current GST turnover for the period 1 April 2020 to 30 June 2020.
<p><b>5. Drought/Natural disaster</b></p>	Current GST turnover for the September quarter in the year before the declaration of the drought or natural disaster zone.
<p><b>6. Irregular turnover prior to 1 March 2020. Calculate turnover for 3-month periods:</b>  <b>(1) Mar-May 2019,</b>  <b>(2) Jun-Aug 2019,</b>  <b>(3) Sep-Nov 2019,</b>  <b>(4) Dec 2019-Feb 2020.</b></p> <p>Check whether lowest of 4 periods is less than 50% of highest</p>	Total GST turnover for each whole month from 1 March 2019 to 29 February 2020. Divide the result by 4.
<p><b>Irregular turnover prior to 1 July 2020. Calculate turnover for 3-month periods:</b>  <b>(1) Jul-Sept 2019,</b>  <b>(2) Oct-Dec 2019,</b>  <b>(3) Jan-Mar 2020,</b>  <b>(4) Apr-Jun 2020.</b></p> <p>Check whether lowest of 4 periods is less than 50% of highest</p>	Total GST turnover for each whole month from 1 July 2019 to 30 June 2020. Divide the result by 4.
<p><b>7. Sole trader and small partnership where there is injury/sickness/leave during September 2019 quarter</b></p>	Current GST turnover for the month immediately before that in which the individual did not work due to sickness, injury or leave. Multiply the result by three.

We note that there are additional adjustments to each of the tests where the entity qualified for the ATO's Bushfires 2019-2020 lodgement and deferral program or receive Drought Help concessions.

## APPENDIX B – SUMMARY OF THE ALTERNATIVE TESTS FOR SECOND EXTENSION PERIOD

The following table provides a high-level summary of the Commissioner’s alternative tests for the actual decline in turnover test for the Second Extension Period for JK 2.0. If the test applies, the entity can use an alternative GST turnover rather than the GST turnover for the December 2019 quarter.

Scenario	Comparison turnover
<p><b>1. Business commenced after 1 October 2019 and before 1 March 2020</b></p>	<p><b><u>First alternative – 1 October 2019 to 31 January 2020 Commencement</u></b></p> <p>The average monthly current GST turnover for each whole months after the entity commenced business and before 1 March 2020. Multiply the result by three.</p> <p><b><u>First alternative – 1 February to 29 February 2020 Commencement</u></b></p> <p>The current GST turnover for February 2020, divided by the number of days the entity was in business and multiplied by 29. Multiply the result by three.</p>
	<p><b><u>Second alternative – 1 October 2019 to 1 December 2019 Commencement</u></b></p> <p>Current GST turnover for the period 1 December 2019 to 29 February 2020.</p>
<p><b>2. Acquisition or disposal on or after 1 October 2019 and before 30 September 2020 (if more than one, can use for any).</b></p>	<p><b><u>1 October 2019 to 31 August 2020 acquisition or disposal</u></b></p> <p>Current GST turnover for the month immediately after the month in which the acquisition or disposal occurred. Multiply the result by three.</p> <p><b><u>1 September 2020 to 30 September 2020 acquisition or disposal</u></b></p> <p>Current GST turnover for September 2020. Multiply the result by three.</p>
<p><b>3. Restructure on or after 1 October 2019 and before 30 September 2020 (if more than one, can use for any).</b></p>	<p><b><u>1 October 2019 to 31 August 2020 restructure</u></b></p> <p>Current GST turnover for the month immediately after the month in which the restructure occurred. Multiply the result by three.</p> <p><b><u>1 September 2020 to 30 September 2020 restructure</u></b></p> <p>Current GST turnover for September 2020. Multiply the result by three.</p>
<p><b>4. Substantial increase in turnover prior to 1 March 2020. Satisfy any of the following tests to get into this alternative test:</b></p> <ul style="list-style-type: none"> <li>• February 2020 was 50%+ greater than February 2019</li> <li>• February 2020 was 25%+ greater than August 2019-</li> <li>• February 2020 was 12.5%+ greater than November 2019</li> </ul>	<p>Current GST turnover for the period 1 December 2019 to 29 February 2020.</p>

<p><b>Substantial increase in turnover prior to 1 October 2020. Satisfy any of the following tests to get into this alternative test:</b></p> <ul style="list-style-type: none"> <li>• September 2020 was 50%+ greater than September 2019</li> <li>• September 2020 was 25%+ greater than March 2020</li> <li>• September 2020 was 12.5%+ greater than June 2020</li> </ul>	<p>Current GST turnover for the period 1 July 2020 to 30 September 2020.</p>
<p><b>5. Drought/Natural disaster</b></p>	<p>Current GST turnover for the December quarter in the year before the declaration of the drought or natural disaster zone.</p>
<p><b>6. Irregular turnover prior to 1 March 2020. Calculate turnover for 3-month periods:</b>  <b>(1) Mar-May 2019,</b>  <b>(2) Jun-Aug 2019,</b>  <b>(3) Sep-Nov 2019,</b>  <b>(4) Dec 2019-Feb 2020.</b></p> <p>Check whether lowest of 4 periods is less than 50% of highest</p>	<p>Total GST turnover for each whole month from 1 March 2019 to 29 February 2020. Divide the result by 4.</p>
<p><b>Irregular turnover prior to 1 October 2020. Calculate turnover for 3-month periods:</b>  <b>(1) Oct-Dec 2019,</b>  <b>(2) Jan-Mar 2020,</b>  <b>(3) Apr-Jun 2020,</b>  <b>(4) Jul-Sept 2020.</b></p> <p>Check whether lowest of 4 periods is less than 50% of highest</p>	<p>Total GST turnover for each whole month from 1 October 2019 to 30 September 2020. Divide the result by 4.</p>
<p><b>7. Sole trader and small partnership where there is injury/sickness/leave during December 2019 quarter</b></p>	<p>Current GST turnover for the month immediately before that in which the individual did not work due to sickness, injury or leave. Multiply the result by three.</p>

We note that there are additional adjustments to each of the tests where the entity qualified for the ATO's Bushfires 2019-2020 lodgement and deferral program or receive Drought Help concessions.



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