



# Better Bayswater Grant 2020/21

## GST Fact sheet

### GOODS AND SERVICES TAX FACT SHEET

- **Organisations with an Australian Business Number (ABN) and are registered for GST:**

These organisations will be liable to pay Goods and Services Tax (GST) on any financial assistance received from the City of Bayswater, to the Australian Taxation Office (ATO).

In this case, the Council will provide a “cash-up” amount, i.e. it will include an additional 10% for the GST.

For example, if an organisation applies for financial assistance of \$1,000 and Council approves it, they will receive \$1,100(GST inclusive).

Organisations will be asked to provide a tax invoice to the City of Bayswater, and the City will then claim the GST component back from the ATO as an input tax credit.

- **Organisations that have an Australian Business Number (ABN) and are not registered for GST:**

These organisations will not be liable to pay GST on any financial assistance received from the City of Bayswater, to the Australian Taxation Office (ATO).

In this case, The City will not ‘cash-up’ the financial assistance amount.

For example, if an organisation applies for financial assistance of \$1,000 and Council approves it, they will receive \$1,000.

- **Organisations that do not have an Australian Business Number (ABN) and are not registered for GST:**

Will require an auspicing body.