

Tax Working Group Public Submissions Information Release

Release Document

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From: Jono Bredin [1]
Sent: Friday, 19 October 2018 11:43 AM
To: TWG Submissions
Subject: Disconnect

Good morning

Having attended the recent CAANZ tax conference and listened to Sir Michael Cullen outline the rationale of what makes a fair and equitable tax system along with the points outlined in the interim report that the tax system has little of no impact on housing affordability, I am now very confused when you take account of some recent legislative changes that have been mooted – specifically the ring-fencing of residential rental property tax losses.

If the aim is to get away from legislation that is targeted at a specific asset or group of individuals, I simply cannot grasp why the ring-fencing ideas are still on the table. This seems to discriminate against a certain sector of our economy (residential property investors) which in turn will lead to this group exiting the market and creating more inefficiencies. It would also drive a shift to commercial and or business property which would not be subject to the same rules. I fail to see how this legislation has any place in our tax system given what you, the Tax Working Group, outline.

I would very much appreciate any comment and would be more than happy to be involved in any ongoing consultation.

Regards

Jono Bredin, Director, Head of Tax

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