

Hi,

I recently found out how the Government distributes over \$40bn in tax concessions to Superannuation accounts each year.

It was disturbing to discover that there is no means adjustment on these tax concessions and that individuals with very high incomes are able to reduce their income tax of up to 47cents per dollar down to 15cents per dollar by funneling income into their Superannuation accounts.

Any individual that has an income high enough to pay the top income tax rate in Australia does not need tax concessions at this level in order to save for retirement.

The system should ensure the majority of all tax concessions are directed at and for the benefit of those who need it most.

A solution is that no tax concessions should be applied to any Superannuation account with a balance greater than the total average aged pension expected to be paid over the lifetime of a citizen. Once this balance is reached all concessions should be directed to accounts that have not yet reached it.

I feel this must be rectified as a matter of the utmost importance.

Regards,
Mark