



This summary accompanies our webinar: *Introducing GST changes coming in 2022*

ird.govt.nz/2022-changes

Changes for mixed taxable use



Wash up calculations

Goods and services that have had a complete change of use for longer than 2 years and have been subject to a full wash up will not require annual adjustments.



Apportionment agreements

Any registered person will be able to agree to an apportionment method with Inland Revenue.



Disposal of mixed-use assets

The cap will be removed on most deductions. The cap will remain in place for land disposed of by property developers as an increase in the value of land is directly related to their taxable activity.

Other GST changes



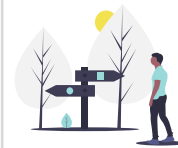
Second hand goods

An amendment will allow for an input tax credit for second-hand goods acquired from an associated person in certain situations



Change basis for calculations

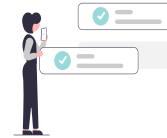
Customers can request to change the basis for calculating GST for a taxable period to match their internal accounting cycle.



Importing and Exporting

Businesses who deliver goods to non-resident recipients will be able to zero-rate the supply if the non-resident recipient will then export the goods outside of NZ.

The domestic leg of the transport of goods that are being exported or imported can be zero-rated.



Cryptoassets

A cryptoasset is defined as a digital representation of value that exists in a distributed ledger (such as a blockchain) and is secured cryptographically to record the ownership and transactions involving crypto assets.

Fungible cryptoassets will be excluded from GST.

Non-fungible tokens will remain subject to GST if supplied by a registered person.

GST will continue to apply to supplies of goods and services which are bought using crypto assets.



Invoicing and record keeping

There are changes being passed which aim to modernise the GST rules for invoicing and record keeping.

These changes will not be coming into effect until 1 April 2023.

THANK YOU!