



Australian Government
Australian Taxation Office

Family trust election and/or family trust revocation 2004

Form and explanatory notes



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EXPLANATORY NOTES FOR THE FAMILY TRUST ELECTION AND/OR FAMILY TRUST REVOCATION 2004

When to use the Family trust election and/or family trust revocation 2004

The trustee(s) must use the *Family trust election and/or family trust revocation 2004* for:

- making a family trust election in accordance with section 272-80 of Schedule 2F to the *Income Tax Assessment Act 1936* (ITAA 1936) specifying the 2003–04 income year, or
- revoking a family trust election from a time in the 2003–04 income year in accordance with subsections 272-80(6)–(8) of Schedule 2F to ITAA 1936 (fixed trusts only).

Conditions for making and/or revoking a family trust election

To make a family trust election specifying the 2003–04 income year, the trust must pass the family control test in section 272-87 of Schedule 2F to ITAA 1936 at the end of that income year (see subsection 272-80(4) of Schedule 2F to ITAA 1936). However, the election will only be in force from the earliest time (the **election commencement time**) in the 2003–04 income year from which the trust passes the family control test continuously until the end of that income year (see subsection 272-80(10) of Schedule 2F to ITAA 1936).

NOTE

A family trust election is irrevocable unless the family trust is a fixed trust at the beginning of the specified income year and the trust satisfies all the other conditions set out in subsections 272-80(6)–(8) of Schedule 2F to ITAA 1936.

A trust can only have one family trust election in force (see subsection 272-80(11) of Schedule 2F to ITAA 1936). However, the trustee(s) can make a family trust election and one or more interposed entity elections in accordance with section 272-85 of Schedule 2F to ITAA 1936, provided all the elections are made in relation to the family group of the same specified individual (see *Explanatory notes for the Interposed entity election 2004* which accompanies the *Interposed entity election 2004*).

How to complete the Family trust election and/or family trust revocation 2004

Complete Section **A** of the *Family trust election and/or family trust revocation 2004* if the trustee(s) is/are making a family trust election specifying the 2003–04 income year. The trustee(s) must provide **all** the information required in Section **A** in order for a family trust election specifying the 2003–04 income year to be made in accordance with section 272-80 of Schedule 2F to ITAA 1936.

Complete Section **B** if the trustee(s) is/are revoking a family trust election from a specified time in the 2003–04 income year. The trustee(s) must provide **all** the information required in order for a family trust election to be revoked in accordance with subsections 272-80(6)–(8) of Schedule 2F to ITAA 1936.

Although it is not an offence not to quote a tax file number (TFN), any TFN required in this form is information which the Commissioner requires under the Income Tax Assessment Acts. If a TFN of a person or entity is required in the *Family trust election and/or family trust revocation 2004* and the relevant person or entity does not have a TFN, print **X** in the box provided.

Every trustee of the trust at the time the 2003–04 tax return is lodged or the *Family trust election and/or family trust revocation 2004* is required to be given to the Commissioner must sign and date the *Family trust election and/or family trust revocation 2004*. The *Family trust election and/or family trust revocation 2004* must be signed prior to the time the 2003–04 tax return for the trust is lodged or the *Family trust election and/or family trust revocation 2004* is required to be given to the Commissioner. If any trustee is a company, the company public officer must sign for that corporate trustee.

When to make and lodge the Family trust election and/or family trust revocation 2004

Where the 2003–04 tax return is required

If the trustee(s) is/are required to lodge a 2003–04 tax return they must include the *Family trust election and/or family trust revocation 2004* as part of that tax return for the trust. Send the completed tax return including the *Family trust election and/or family trust revocation 2004* to:

Australian Taxation Office
PO Box 9990
Penrith NSW 2740

If the trustee(s) need(s) more time to lodge the 2003–04 tax return with a *Family trust election and/or family trust revocation 2004*, they should write to the Commissioner requesting an extension of time within which to lodge the return under section 161 of ITAA 1936, and stating the reason(s) for the delay and the proposed date for lodging the return for the trust including the *Family trust election and/or family trust revocation 2004*.

Where the 2003–04 tax return is not required

If the trustee(s) is/are not required to lodge a 2003–04 tax return, they must give the *Family trust election and/or family trust revocation 2004* to the Commissioner no later than two months after the end of the 2003–04 income year for the trust. Send the completed *Family trust election and/or family trust revocation 2004* to:

Australian Taxation Office
PO Box 9990
Penrith NSW 2740

If the trustee(s) is/are not required to lodge a 2003–04 tax return and they need more time to give the Commissioner the *Family trust election and/or family trust revocation 2004*, they should write to the Commissioner before the due date requesting an extension of time under subparagraph 272-80(2)(b)(ii) or 272-80(7)(b)(ii) of ITAA 1936, and stating the reason(s) for the delay and the proposed date for giving the Commissioner the *Family trust election and/or family trust revocation 2004*.



Family trust election and/or family trust revocation 2004

Please print neatly in BLOCK LETTERS with a black or blue ballpoint pen only.

Tax file number (TFN) of the trust

This form must contain all the information required in Section A for a family trust election specifying the 2003–04 income year to be made in accordance with section 272-80 of Schedule 2F to the *Income Tax Assessment Act 1936* (ITAA 1936). This form must contain all the information required in Section B if a family trust election is to be revoked from a date in the 2003–04 income year in accordance with subsections 272-80(6)–(8) of Schedule 2F to ITAA 1936 (fixed trusts only).
If there is not enough space on the form to properly answer any item, or if an item requires further information to be provided, attach a separate sheet of paper with the additional information.

Section A Family trust election specifying the 2003–04 income year

1 Full name and current postal address (including country—if outside Australia) of trust for which the family trust election is made

Full name of the trust

Current postal address of the trust

Suburb or town State Postcode

Country—if not Australia

2 If the name and/or the postal address for the trust identified in item 1 of Section A has changed since its last tax return (if any) was lodged, print it exactly as shown on the last notice of assessment or the last tax return lodged.

Full name of the trust as shown on last notice of assessment or last tax return lodged

Postal address of the trust as shown on last notice of assessment or last tax return lodged

Suburb or town State Postcode

Country—if not Australia

3 Was the central management and control of the trust outside Australia at any time during the period from the election commencement time (see items 5 and 6 of Section A) until the time the 2003–04 tax return for the trust is lodged with this form or this form is required to be given to the Commissioner under paragraph 272-80(2)(b) of Schedule 2F to ITAA 1936 (relevant period)?

Print **Y** for yes or **N** for no.

If you printed **Y**, specify the time(s) at which central management and control was outside Australia.

Full period

Print **F** in the box if the central management and control of the trust was outside Australia at all times during the relevant period **OR** specify the time(s) during the relevant period at which central management and control of the trust was outside Australia.

Where more than two time periods are to be specified, attach a separate sheet of paper with details of the additional time periods.

from Day Month Year to Day Month Year

from Day Month Year to Day Month Year

4 Full name, TFN, current postal address and residency details of every trustee of the trust from the election commencement time until the time the 2003–04 tax return is lodged with this form or this form is required to be given to the Commissioner under paragraph 272-80(2)(b) of Schedule 2F to ITAA 1936 (relevant period). Where any trustee is a company, the Australian company number (ACN) or Australian registered body number (ARBN) of each such trustee is also required.

Where there were more than two trustees of the trust during the relevant period, attach a separate sheet of paper with all the information required for each additional trustee.

TFN of trustee

OR

print **X** in the box if the trustee does not have a TFN

TFN of trustee

OR

print **X** in the box if the trustee does not have a TFN

If the trustee is an individual

Title—for example, Mr, Mrs, Ms, Miss

Surname or family name

Given names

If the trustee is an individual

Title—for example, Mr, Mrs, Ms, Miss

Surname or family name

Given names

If the trustee is a company

Name

ACN/ARBN* *Cross out whichever is not applicable.

If the trustee is a company

Name

ACN/ARBN* *Cross out whichever is not applicable.

Current postal address of the trustee

Suburb or town

State Postcode

Country—if not Australia

Current postal address of the trustee

Suburb or town

State Postcode

Country—if not Australia

At any time during the relevant period was the trustee a non-resident for tax purposes? Print **Y** for yes or **N** for no.

At any time during the relevant period was the trustee a non-resident for tax purposes? Print **Y** for yes or **N** for no.

If you printed **Y**, specify the time(s) at which the trustee was a non-resident for tax purposes.

If you printed **Y**, specify the time(s) at which the trustee was a non-resident for tax purposes.

Print **F** in the box if the trustee was a non-resident for tax purposes at all times during the relevant period **OR** Full period

Print **F** in the box if the trustee was a non-resident for tax purposes at all times during the relevant period **OR** Full period

specify the time(s) during the relevant period at which the trustee was a non-resident for tax purposes.

specify the time(s) during the relevant period at which the trustee was a non-resident for tax purposes.

Day Month Year to Day Month Year

Day Month Year to Day Month Year

Where more than one time period is to be specified, attach a separate sheet of paper with details of the additional time periods.

Where more than one time period is to be specified, attach a separate sheet of paper with details of the additional time periods.

5 If the 2003–04 income year of the trust specified for the purposes of this family trust election does not end on 30 June 2004, state the substituted accounting period for that income year.

Income year specified

2004

Substituted accounting period

from Day Month Year to Day Month Year

6 The election commencement time for the family trust election.

Day Month Year

Note: Only complete this item where the family control test in section 272-87 of Schedule 2F to ITAA 1936 has **NOT** been satisfied at all times during the 2003–04 income year. In these circumstances, the election commencement time will be the earliest time from which the family control test was passed continuously until the end of the 2003–04 income year. In all other circumstances the election commencement time is the first day of the income year specified in item 5 of Section A.

7 Full name, TFN, date of birth and current address of principal place of residence (including country—if outside Australia) of the individual (specified individual) whose family group is taken into account in relation to the family trust election.

Note: Only one individual can be specified.

TFN of the specified individual	<input type="text"/>	OR	<input type="checkbox"/> Print X in the box if the specified individual does not have a TFN.
Full name of the specified individual	Title—for example, Mr, Mrs, Ms, Miss <input type="text"/>		Date of birth of the specified individual
	<input type="text"/>		<input type="text"/> Day <input type="text"/> Month <input type="text"/> Year
	Surname or family name <input type="text"/>	Given names <input type="text"/>	
Current address of principal place of residence of the specified individual	<input type="text"/>		
	Suburb or town <input type="text"/>	State <input type="text"/>	Postcode <input type="text"/>
	Country—if not Australia <input type="text"/>		

Section B Family trust revocation—only for fixed trusts satisfying subsection 272–80(6)

Note: Only complete Section B if a family trust election is being revoked in accordance with subsections 272-80(6)–(8).

1 Full name, TFN and current postal address (including country—if outside Australia) of the trust for which the family trust election referred to in items 3 and 4 of Section B is being revoked.

Full name of the trust	<input type="text"/>
Current postal address of the trust	<input type="text"/>
	Suburb or town <input type="text"/> State <input type="text"/> Postcode <input type="text"/>
	Country—if not Australia <input type="text"/>

Insert the TFN in the box at the top of page 1.

2 The later time under paragraph 272-80(6)(b) of Schedule 2F to ITAA 1936 from which the family trust election referred to in items 3 and 4 of Section B ceases to be in force.

Day	Month	Year
<input type="text"/>	<input type="text"/>	<input type="text"/>

3 The income year for which the details of the election being revoked were included in the tax return for the trust or given to the Commissioner as required under subsection 272-80(2) of ITAA 1936 or sub-items 22(4) or 22A(4) of Schedule 1 to Taxation Laws Amendment (Trust Loss and Other Deductions) Act 1998.

Income year
<input type="text"/>

4 Specify the income year exactly as it appears in item 5 of Section A of the relevant family trust election and/or family trust revocation included in the tax return for the trust or given to the Commissioner for the income year identified in item 3 of Section B, and the current TFN of the individual specified in that election.

Income year <input type="text"/>	TFN of the specified individual <input type="text"/>	OR	Print X in the box if the specified individual does not have a TFN. <input type="checkbox"/>
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5 Full name, TFN and current postal address of any company, partnership or trust which has an interposed entity election in force in respect of the trust and the specified individual identified in items 1 and 4 of Section B. In the case of a company, also provide the ACN or ARBN.

TFN of the *company/partnership/trust	<input type="text"/>	OR	Print X in the box if the *company/partnership/trust does not have a TFN. <input type="checkbox"/>
Full name of the *company/partnership/trust including ACN	<input type="text"/>		
	ACN/ARBN* <input type="text"/>		
	* Strike out whichever is not applicable		
Current postal address of the *company/partnership/trust	<input type="text"/>		
	Suburb or town <input type="text"/>	State <input type="text"/>	Postcode <input type="text"/>
	Country—if not Australia <input type="text"/>		

* Cross out whichever is not applicable.

Where there was more than one company, partnership or trust which has an interposed entity election in force in respect of the trust and the specified individual identified in items 1 and 4 of Section B, attach a separate sheet of paper with all the information required above for each additional company, partnership or trust.

Declaration:

I/We* declare that all the information required has been provided in this form and any attachments to this form, and that the information provided is true and correct in every detail, and

- *i that the trustee(s)* is/are* making a family trust election specifying the 2003–04 income year, the details of which are set out above, for the purposes of section 272-80 of Schedule 2F to ITAA 1936 and that the trustee(s)* is/are* able to make the election in accordance with that section, or
- *ii that the trustee(s)* is/are* revoking a family trust election from a time in the 2003–04 income year, the details of which are set out above, for the purposes of subsections 272-80(6)–(8) of Schedule 2F to ITAA 1936 and that the trustee(s)* is/are* able to revoke the election in accordance with those subsections.

* Cross out whichever is not applicable.

Full name of the trustee(s) at the time the 2003–04 tax return is lodged with this form or this form is given to the Commissioner.

Note: If Section **A** is required to be completed, the name of the trustee(s) must be written exactly as it appears in item **4** of Section **A**.

If the trustee is an individual	
Title—for example, Mr, Mrs, Ms, Miss	
Surname or family name	
Given names	

If the trustee is an individual	
Title—for example, Mr, Mrs, Ms, Miss	
Surname or family name	
Given names	

If the trustee is a company	
Name	

If the trustee is a company	
Name	

Signature of the trustee or, if the trustee is a company, the signature of the public officer of the corporate trustee

Signature of the trustee or, if the trustee is a company, the signature of the public officer of the corporate trustee

Date declaration made

Day	Month	Year

Date declaration made

Day	Month	Year

Where there are more than two trustees of the trust at the time the 2003–04 tax return is lodged with this form or this form is given to the Commissioner, attach a separate sheet of paper with the above details and signature for each additional trustee.

See Important notes about the *Family trust election and/or family trust revocation 2004.*

Hours taken to prepare and complete this form (See note 2 below)

The Tax Office is committed to reducing the costs of complying with the taxpayer's taxation obligations.

By completing this item you will help us to monitor these costs as closely as possible.

When completing this item the trust should consider the time, rounded up to the nearest hour which the trust (including the trustees) spent:

- reading the instructions
- collecting the necessary information to complete this form
- making any necessary calculations and/or
- actually completing this form.

Notes:

1. The answer should reflect to the time both your business and tax agent spent preparing and completing this form. This includes the time spent by any other person whose assistance was obtained in doing this, such as an employee of the business.
2. If this form is lodged with the 2003–04 tax return, the answer should be included in the time box provided in the tax return.