



Australian Government
Australian Taxation Office

DWIS TT20 PLS

IITR – Granular Data

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31 July 2019 with post presentation notes

AGENDA

- ✓ Recap of Current IITR Services
- ✓ Updates for 2020 and other IITR Related Usage Overview
- ✓ New Income Schedule on IITR - Design Considerations
- ✓ Questions and Discussion

The background features a dark blue gradient on the right side, transitioning into a lighter blue and cyan area on the left. A prominent diagonal line separates the dark blue from the lighter blue/cyan sections. The text 'IITR and TT2020' is positioned in the lower right quadrant of the image.

IITR and TT2020

IITR AND TT2020

Rollover of IITR and schedules from TT19

- Schedules rolled over – Unchanged
- NRFI
- CGTS
- DDCTNS (Deductions)
- WRE (Note: Default should be to NOT include with lodgment. Only to be provided if specifically requested by the ATO)
- RNTLPRPTY

As at 25 July - no known changes that will impact DSPs (subject to change e.g. legislative requirements)

IITR Main Form roll over

- No new items

As at 25 July some elements deleted – Moved to new Income Schedule

New Multi-Property Rental Schedule must be used with IITR

- single property Rental Schedule (RS) – no longer valid for IITR
- RNTLPRPTY is for IITR Only – cannot be used for NITR
- Note: RS is still used for NITR

PSS schedule no longer required/allowed - replaced by new Income schedule/s

*POST MEETING UPDATE
IITR being updated to remove
Medical Expenses tax Offset and
related Validations*

IITR AND TT2020| Related services

Rollover of Pre-fill IITR (subject to change e.g.. legislative requirements)

- No removed or new items identified at this stage
- PSS and RS aliases may be updated
- May be additional pre-fill data in existing elements (eg. ICL)

New Copy of Return service (LDG.Get) (XML)

- Provides IITR information as lodged data for 2017 (available now)
- 2019 service – expected to be available in December 2019
 - including Deductions data
- 2020 service – expected to be available from October 2020
 - including Income, Deductions, CGTS, NRFI, RNTLPRPTY data

Other Services

IITR Profile Service (XML)

- There is no rollover – IITRPRFL.2019 remains service to use for 2020
- Note: IITRPRFL.2018 now deactivated

New Capital Gain Transaction Service (CGTTX) (XML)

- Separate presentation provided
- Expected to be available in Q1 2021
- Not linked directly to TT - usable anytime

IITR 2020 NEW INCOME SCHEDULE

All Income data from major ATO channels (PLS and MyTax) aligned at granular level - data to be collected has been decided by ATO

Broadly aligned with MyTax data collection

- consistent data provided in Copy of Return service
- enables seamless movement of clients across channels and providers

Income Items Analysis

- including Payment Summaries/Income Statements - all types
- Government Payments
- Bank Interest
- Dividends

Provide coverage for ~90% of Individuals

Approximately 10% of Individuals have 'Other' income types

- Capital Gains
- ESS
- Business Income
- FMD
- Other Income (e.g.. Averaging etc.)

NEW INCOME SCHEDULE| Design consideration

Provide 2x New Income Schedules/MSTs

- **Schedule 1 (INCDTLS)**
 - All Payment Summary/Income Statement types
 - Salary and wages (INB) moved from IITR main MST
 - Bank Account Interest - Granular
 - Dividends - Granular

- **Schedule 2 (OTHINCDTLS)**
 - All Other Income Items
 - Capital Gains
 - ESS
 - Business Income
 - FMD
 - Other Income (Averaging etc.)

*POST MEETING UPDATE
Single new Schedule - INCDTLS*

* We expect that only 10% of lodgments will need to include both schedules

Question: What are DSPs views on this option v's a single MST?

NEW INCOME SCHEDULE | Design consideration

➤ Alternative Design Consideration 1

One new Income schedule (INCDTLS)

- All Payment Summary/Income Statement types
 - Salary and wages (INB) moved from ITR main MST
- Bank Account Interest - Granular
- Dividends - Granular

* Update ITR main MST/form with new elements for granular items, and new repetitions of items as needed

➤ Alternative Design Consideration 2

- No new schedule
 - Add all granular elements to one gigantic ITR main form MST.

* Include all granular data items with required repetitions

(Not preferred option for the ITR)

Alternatives Not being implemented

NEW INCOME SCHEDULE| Design consideration

DSP Preferences:

- Schema validation OR
- Coded validation rules

Items and Totals:

- provide totals in MST (with VRs to verify)

OR

- PLS to calculate totals for the granular items (including cents) with agreed rules on truncation of Totals not individual items

*POST MEETING UPDATE
Schema Validation used as much
as possible
Include Totals in MST
Seq Numbers OK
Use Tuples*

How do DSPs handle repeating groups & sequence numbers?

- Is this a pain point for repeating contexts?
- Does it make sense as it is?

Would there be a benefit if the number of sequences was reduced?

(eg. if we had one sequence number for payment summaries and reused it in payment type contexts)

What is the impact or benefit if tuples are used in XBRL to define repeating groups rather than context sequence numbers

MESSAGE TECHNICAL DETAILS

SRP and BBRP - no change to IITR in the past

XBRL - but could use Tuples (see below)

- Would ease migration to XML
- C# Validation Rules will be provided

As outlined in DARG

- New schedule could be XML
- IITR base form and others remain XBRL
- First mixed format message candidates
- Subject to outcome of the DARG working group held Tuesday

*POST MEETING UPDATE
XML Decision to be made by end
of August
Pending decision from XBRL to
XML transition working group*

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Questions

LEARNINGS FROM PHASE 1| Deductions (DDCTNS)schedule

Lead-up time for DSP's to understand change/build/test & deliver

- DDCTNS code was packaged and deployed into EVTE mid-December 18
- Can we expect that DSP development of new rental schedule would have been complete prior to this December given it will be compulsory in TT2020?

Internal system design limitations that resulted in the need for workarounds to cater for consumption of data e.g. Q&A documents

Delivery and timeliness of Business Implementation Guides (BIGs)

- Attempted draft publications for the first year (published in Dec), did they add any value along the cycle?

Inadequate testing to help identify some of the rounding issues picked up after 1 July

Production verification test (PVT)

- The ATO attempted to streamline the process as much as possible. What were the pain points for DSP's and how can it be done better given that it's a requirement needing to be met.