



Small business energy incentive

On 30 April 2023, the Australian Government announced it will provide businesses with an annual turnover of less than \$50 million with an additional 20% deduction on spending that supports electrification and more efficient use of energy.

Eligible assets or upgrades will need to be first used or installed ready for use between 1 July 2023 and 30 June 2024. This measure is not yet law.

The measure will help small businesses make investments like:

- electrifying their heating and cooling systems
- upgrading to more efficient fridges and induction cooktops
- installing batteries and heat pumps.

Up to \$100,000 of total expenditure will be eligible for the incentive, with the maximum bonus tax deduction being \$20,000 per business.

For more information, see the Hon Dr Jim Chalmers MP joint media release [Small Business Energy Incentive](https://ministers.treasury.gov.au/ministers/jim-chalmers-2022/media-releases/small-business-energy-incentive) (<https://ministers.treasury.gov.au/ministers/jim-chalmers-2022/media-releases/small-business-energy-incentive>). , 30 April 2023.

Feedback

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