

Charity Size Threshold Changes

Lessen the Reporting Burden for Charities

To lessen the reporting burdens of many charities, the ACNC financial reporting thresholds for each charity category will increase from the 2021–22 financial year.

As a result of these changes, many charities will be re-classified as ‘small’ and only must submit an Annual Information Statement.

From 1st July 2022 (reporting for the 2021–22 financial year), the ACNC financial reporting thresholds for charities will increase as follows:

- Small charities will increase (from under \$250,000) to under \$500,000 annual revenue.
- Medium sized charities will increase (from \$250,000 or more but under \$1 million) to \$500,000 or more but under \$3 million annual revenue.
- Large charities will increase (from \$1 million or more) to \$3 million or more.

Other Key Changes

Large charities: Disclosure of key management personnel remuneration

The amendments will also mean new obligations for large charities to disclose salaries of main management personnel in special purpose financial reports. Management staff are senior managers and charity leaders such as directors, CEOs, and board members. This applies from the 2022 Annual Information Statement (AIS) reporting period.

Medium and Large charities: Disclosure of Related Party transactions

For medium and large charities, there will be increased requirements to disclose related party transactions in special purpose financial statements. This change applies from the 2023 AIS reporting period.

First time disclosures of remuneration and related party transaction – no comparative data needed

The ACNC has advised it will work with the charity sector to develop guidance and education resources to help the sector transition to these new reporting requirements.

Annual Information Statement Due Dates

Generally, all charities must submit their AIS within six months from the end of their reporting period. The two most common reporting deadlines are:

- 31st December for charities reporting to a regular financial year (1st July to 30th June).
- 30th June for charities using a calendar year reporting period (1st January to 31st December).

The standard ACNC reporting period is the financial year, 1st July to 30th June. If a charity uses a different reporting period, they need to request to use this reporting period for their AIS.

Source: [ACNC -Charities urged to get systems in place now to comply with new obligations | ACNC](#)