

## Industry Specific Checklist For

# Construction worker



- To claim a deduction for work-related expenses
- you must have spent the money yourself and weren't reimbursed
  - it must be directly related to earning your income
  - you must have a record to prove it.\*

You can only claim the work-related part of expenses. You can't claim a deduction for any part of the expense that relates to personal use.

\*You can use the ATO app myDeductions tool to keep track of your expenses and receipts throughout the year.

## Car expenses



- ✓ **You can claim** a deduction when you:
    - drive between separate jobs on the same day – eg from your job in construction to your second job as a security guard
    - drive to and from an alternate workplace for the same employer on the same day – eg travelling between depots or worksites.
  - ✗ **You generally can't claim** the cost of trips between home and work, even if you live a long way from your usual workplace or have to work outside normal business hours – eg weekend or early morning shifts.
- In limited circumstances **you can claim** the cost of trips between home and work, where:
- you had shifting places of employment (that is, you regularly worked at more than one site each day before returning home)
  - you were required to carry bulky tools or equipment for work and all of the following conditions were met
    - > The tools or equipment were essential for you to perform your employment duties and you didn't carry them merely as a matter of choice.
    - > The tools or equipment were bulky – meaning that because of their size and weight they were awkward to transport and could only be transported conveniently by the use of a motor vehicle.
    - > There was no secure storage for the items at the workplace.

If you claim car expenses, you need to keep a logbook to determine the work-related percentage, or be able to demonstrate to the ATO a reasonable calculation if you use the cents per kilometre method to claim.

## Clothing expenses



- ✓ **You can claim** a deduction for the cost of buying, hiring, mending or cleaning certain uniforms that are unique and distinctive to your job – or the environment you work in – or protective clothing that your employer requires you to wear – eg steel-capped boots, high-vis vests, fire-resistant and sun-protection clothing.
- ✗ **You can't claim** a deduction for the cost of buying or cleaning plain clothing worn at work, even if you only wear it to work and even if your employer tells you to wear it – eg standard jeans, drill shirts and trousers.

## Travel expenses



- ✓ **You can claim** a deduction for travel expenses if you are required to travel overnight and don't attend your usual work location – eg travelling to a remote area, provided the cost was incurred while carrying out your work duties. This could include meals, accommodation, fares and incidental expenses that you incurred while carrying out your work duties and your employer has not provided or reimbursed you.\*
- ✗ Receiving an allowance from your employer does not automatically entitle you to a deduction. You need to be able to show you were away overnight, you spent the money and the travel was directly related to earning your income.

\*Circumstances may be different for FIFO workers.\*

## Depreciation of tools and equipment expenses



- ✓ **You can claim** a deduction for the cost of the purchase of tools and equipment you are required to use for work. You can't claim a deduction relating to any private use of the equipment or if the tools and equipment are supplied by your employer or another person.
- If a tool or item of work equipment only used for work:
- cost more than \$300 – you claim a deduction for the cost over a number of years (depreciation)
  - cost \$300 or less – you can claim an immediate deduction for the whole cost.
- ✓ **You can claim** a deduction for the cost of repairing tools and equipment for work. If the tools or equipment were also used for private purposes, you cannot claim a deduction for that part of the repair cost.

## Other common deductible work-related expenses



- ✓ As long as the expense relates to your employment, **you can claim** a deduction for the work-related portion of the cost of:
  - protective equipment such as
  - safety equipment such as harnesses, goggles and breathing masks
  - union fees.
- ✗ **You can't claim** a deduction if the cost was met or reimbursed by your employer.

