

The Regulatory Reality Check: Routing purely personal lifestyle expenses through your company ledger under creative administrative titles does not escape federal oversight. The ATO utilizes sophisticated data-matching systems to spot co-mingled accounts. Failing to separate household ambitions from corporate turnover creates an un-franked dividend exposure that strips away your business structure boundaries and places your primary family business and investment asset list in direct jeopardy.

1. INVOICE INTEGRITY & EXPENSE SCRUBBING

Private Professional Development Coding
Are personal lifestyle workshops, alternative therapy certifications, or executive coaching streams currently categorized as "staff training" within corporate line items?

Aesthetic and Domestic Upgrades
Have private domestic furnishings, layout consultations, or aesthetic styling materials been invoiced directly under corporate office overhead supplies?

Private Family Accounting Allocations
Are domestic household helper accounts, private tuition payments, or relative grocery receipts clearing via the company trading card infrastructure?

Spouse Side-Hustle Capitalisation
Is your active trading entity paying for tech setups, advertising pipelines, or logistics for an independent family side-venture without cross-charging a fee?

2. BALANCE SHEET DRAWINGS & LOAN DEEDS

Un-Reconciled Director Drawings Tracking
Has your bookkeeper flagged a rising volume of personal withdrawals sitting inside unallocated director loan account buckets waiting for year-end resolution?

Executed Division 7A Agreements
Do you lack formal, legally binding written loan deeds executed prior to your corporate tax lodgement date for all personal capital extracted from the firm?

Statutory Benchmark Interest Adjustments

Are your current director loans failing to accumulate the mandatory annual minimum principal and benchmark interest repayments required by the ATO?

3. WEALTH EXTRACTION & GOVERNANCE BARRIERS

Casual Cash Flow Extractions

Do your daily business management routines treat the company cash reserves as a flexible personal funding pool rather than structured corporate equity?

Structured Remuneration Proportions

Have you omitted a formal, documented balance of PAYG salary extractions and fully franked commercial dividends to systematically clean up director loan tabs?

Physical Account Separation Boundaries

Are corporate debit cards still mixed into domestic digital wallets, bypassing clean written systems & procedures for family spending control?

 **YOUR ACTION EXECUTION NETWORK: WHO TO CALL NEXT**

Do not let private drawings dissolve your business structure defense. Audit your accounting trail before corporate lodgement:

Specialist Tax Accountant

Prior to Year-End: To formalise outstanding drawings into rigid Division 7A loan deeds or franked extractions.

Wealth Financial Adviser

Proactively: To align family wealth accumulation targets cleanly outside of your high-risk active trading accounts.

Risk Financial Adviser

Immediately: To separate lifestyle passion budgets from your primary corporate operational funding lines.



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