Negative gearing is a cancer infecting Australia's banking and financial system !

CONFLICT OF INTEREST

A member of parliament must declare personal investments considered to be a conflict of interest when deciding to vote for or against legislation presented to parliament.
Many members of parliament of all political persuasions and including lower and upper house members and senators invest in property that is negatively geared for the taxation savings and future capital gains.
The problem is rife and even the Prime minister and the Governor of the Reserve Bank have invested in rental property for financial gain to the detriment of Australians struggling to keep a roof over their head.

The true impact of the Property Ladder driven by the banks and negative gearing is evident when one considers what I refer to as :

PAYING CAPITAL GAINS FORWARD .

It is estimated that $500 billion dollars of capital gains over 4 years has been financed by the banks (that is half a trillion !) that drives the banks profits and destroys housing and rental affordability .
Taxation is circular in nature and drives the economy ?
We go to work and produce economic value that pays our wages and hopefully leaves a profit for the enterprise .The circle is complete when those wages and profit are invested in productive enterprises such as ASX listed companies or spent to purchase good and services and pay taxes that fund infrastructure and government services and provide employment for our fellow Aussies (The circle)
Problem is $500,000,000,000 of that economic value is to repay the banks for the paper profits it has financed and the circle is broken !

Treasury and the ACCC should inspect and report .

The ACCC and Treasury are letting Australians down because of their ineptitude and inability to keep pace with change.
Perhaps a disclosure as to how many of the senior management are infected with this mind bending virus would be in order.

Bottom line is the barista at the local coffee shop needs $40 per hour to pay the bank ...and the small business owner is totally screwed !

THE WHEELS ARE ABOUT TO FALL OFF THE BANKS MONEY TRAIN !