

# TAX ALLOWANCE FOR SINGLE PARENTS:

## HOW DOES IT WORK?

Single parents are receiving targeted support in the form of increased relief on income tax. Here is what you should know about it:

### 1. More support for single parents

The tax allowance has increased from €1,908 to €4,008. This is applicable only for 2020 and 2021. Almost a million working single parents and their children will benefit.

### 2. Allowance per child

With every additional child, the tax allowance increases by an annual amount of €240 per child.

### 3. Disbursement to one parent

Do you take turns in taking care of your child? Then you are free to make your own financial arrangements privately. The tax allowance is disbursed to the parent with whom the child resides according to the residents' register. If your child is registered as residing with both of you, then the allowance goes to the parent receiving the child benefit payments.

### 4. Prompt benefits

To benefit from this tax advantage, you do not have to wait for your tax return. In general, the tax office automatically factors in the increased tax allowance for single parents in 2020 and 2021 when collecting wages tax.

### 5. Ask your tax office

Only in exceptional cases do you need to submit an application to your local tax office. Please contact your local tax office if you need any further information on this matter.

