

Individualised Funding & the IRD

You may receive correspondence from the IRD about submitting an IR3 related to Individualised Funding – this is because you are registered as an employer.

However, if you're an IF Client, or an agent for the IF client, you won't be liable to pay income tax for *funds used to purchase disability services*. The funding you receive does not need to be declared as income on an Individual tax return (IR3) or on a Personal Tax Summary (PTS).

If you receive an IR3, you can:

1. Fill in the IR3 with a 0 (nil) under income or
2. Contact IRD and advise them that you are on Individualised Funding.

Please note that the person you talk to at the IRD may not be familiar with IF.

If this is the case or you have any issues please refer them to

<http://www.ird.govt.nz/yoursituation-ind/individualised-funding/client/>.

You are however responsible for your *Individual Income Tax* return each year, if you earn any income, have a student loan or are entitled to Working for Families Tax Credit. This is your responsibility as it covers your own personal income.