



Fixed-Amount Tax Reduction Supplementary Benefit

Have you received a notice from your municipality?

Those who have received a notice related to the "Fixed-Amount Tax Reduction Supplementary Benefit (Adjustment Benefit) for FY2024" from the municipality where they reside **can receive the benefit**.

You must apply to receive this benefit! The deadline for application is generally October 31, 2024, but the application method and deadline vary depending on the municipality, so please check the notice you received for details.

ADJUSTMENT BENEFIT OUTLINE

BASED ON INFORMATION FROM THE CABINET SECRETARIAT

For individuals whose tax amount before the fixed-amount tax reduction is already low, and who are not expected to receive the full tax reduction, an "Adjustment Benefit" will be paid, calculated by rounding up the remaining tax reduction amount to the nearest 10,000 yen.

Note: Those whose total income exceeds 18.05 million yen, and those whose estimated Income Tax for FY2024 before the fixed tax reduction and whose individual Resident Tax income portion for FY2024 are both 0 yen are not eligible.

Payment Calculation Method :

$$\begin{aligned}
 & \text{A Fixed-amount tax reduction available} - \text{B Estimated Income Tax for 2024} = \text{1 Income Tax deduction shortfall (non-reductable amount)} \\
 & \text{C Fixed-amount tax reduction available} - \text{D Individual Resident Income Tax for 2024} = \text{2 Individual inhabitant Tax deduction shortfall (non-reductable amount)}
 \end{aligned}$$

$$\text{1} + \text{2} = \text{Adjustment benefit (Rounded up to the nearest 10,000 yen)}$$

e.g. In the case of a 3-person household with a total income amount of up to 18.05 million yen, consisting of one dependent spouse and one dependent relative.

$$\text{A } ¥90,000 \text{ (¥30,000 } \times \text{ 3 people)} - \text{B } ¥18,000 \text{ (Income tax)} = \text{1 } ¥72,000$$

$$\text{C } ¥30,000 \text{ (¥10,000 } \times \text{ 3 person)} - \text{D } ¥20,000 \text{ (Resident tax)} = \text{2 } ¥10,000$$

$$\text{1} + \text{2} = ¥82,000 \Rightarrow \text{¥90,000 (Rounded up to the nearest 10,000 yen)}$$

What is the fixed-amount tax reduction?

A fixed-amount tax reduction is applied for each dependent, including the taxpayer and their spouse.

*Limited to households with a total income of up to 18.05 million yen.

- Income Tax for 2024 → ¥30,000 per person
- Individual Resident Income Tax for 2024 → ¥10,000 per person

e.g. In the case of a 3-person household with a total income amount of up to 18.05 million yen, consisting of one dependent spouse and one dependent relative.

$$\text{• Fixed-amount reduction for Income tax } ¥30,000 \times \text{ 3 people} = \text{A } ¥90,000$$

$$\text{• Fixed-amount reduction for Individual Resident Income tax } ¥10,000 \times \text{ 1 person} = \text{C } ¥30,000$$

$$\text{total amount of tax reduction} \rightarrow \text{¥120,000}$$

For more details, please check the Cabinet Secretariat homepage (Japanese only)

<https://www.cas.go.jp/jp/seisaku/benefit2023/index.html>



NON-TAXABLE HOUSEHOLDS

The following subsidies are available to households exempt from resident tax (including households that are only subject to the fixed portion of resident tax).

- Special Living Support Payment for Low-income Households for FY 2023
- Benefit Payment for Households Subject to Resident Tax per capita for FY 2023
- "Child addition" benefits for low-income child-rearing households
- Grant for Households Newly Exempt from Individual Resident Tax for FY 2024

Municipalities will send information about each benefit to eligible individuals. For more details, please check with your local municipality.

INQUIRIES

The procedures, payment methods, and application deadlines vary by the city, town, or village, so **please inquire at your local city, town, or village office.**

If you need an interpreter when making an inquiry, please contact the Hokkaido Foreign Resident Support Center.