# Individualised Funding for Inland Revenue

Thursday, 8 September 2022

To: Inland Revenue

Re: [Employer Name]

[Employer Name] is an Individualised Funding(IF) Client/Agent of Manawanui, meaning they are in control of an Individualised Funding Personal Budget. IF users do not earn a salary or wage from Manawanui, they use the funding to pay wages of staff or reimburse themselves for costs associated to their disability supports. The money they receive is recorded on a wage slip but it is not wages and is not recognised as a form of income therefore, they are not liable to pay income tax for funds used to purchase disability services.

The funding they receive does not need to be declared as income on an Individual tax return (IR3) or on a Personal Tax Summary (PTS).

Please refer to your website: <https://www.ird.govt.nz/income-tax/income-tax-for-individuals/types-of-individual-income/individualised-funding/individualised-funding-for-clients> for more information on Individualised Funding and tax.

Kind regards

Manawanui Team