



### A Gross Income received for childcare

April	\$		.	
May	\$		.	
June	\$		.	
July	\$		.	
August	\$		.	
September	\$		.	
October	\$		.	
November	\$		.	
December	\$		.	
January	\$		.	
February	\$		.	
March	\$		.	
<b>TOTAL</b>	\$		.	

A

### B Hours

April	
May	
June	
July	
August	
September	
October	
November	
December	
January	
February	
March	
<b>TOTAL</b>	

B

## DEDUCTIONS<sup>1</sup>

### Variable Standard Costs

Hours **B**  times \$3.75  C

### Administration Costs

Admin Rebate<sup>2</sup> \$367 .....<sup>2</sup> (see note below) divide by 52 then multiply by number of weeks childcare provided during the year...

Weeks  →  D

### Accommodation – Own Home

#### Purchase Price

\$  → Multiply by 0.04 = \$

minus

Annual WINZ A/Sup (  )

Sub Total \$

→ Multiply by 0.50

Sub Total \$

→ Multiply by 0.3333

**Total** \$  Weeks  →  E

<sup>2</sup> (see note below) Divided by 52 then multiplied by number of weeks childcare provided during the year

## Accommodation – Rental Home

Yearly Rent	\$	<input style="width: 90%;" type="text"/>		↓
		minus		
Less annual WINZ A/Sup		( <input style="width: 80%;" type="text"/> )		
		equals		
Sub Total	\$	<input style="width: 90%;" type="text"/>		↓
		Multiply by 0.50		
Sub Total	\$	<input style="width: 90%;" type="text"/>		↓
		Multiply by 0.3333		
Total	\$	<input style="width: 90%;" type="text"/>	Weeks	→
			(see note below) Divided by 52 then multiplied by number of weeks childcare provided during the year	E

## Additional costs

Examples:

- ACC Levies
- Any expenses incurred to comply with training requirements of the Home-Based Care Order eg First Aid training

Customers must retain receipts

Total Additional Costs \$  F

<sup>1</sup> The deductions calculations are based on the 2021 tax year rates for Variable standard costs (which cover electricity/fuel, food, wear and tear, outings and associated transport costs, laundry, educational resources, modification costs, equipment, first aid supplies etc) and Administration costs.

<sup>2</sup> Educators operating a home based childcare activity for a full year (ignoring vacation breaks and absences due to sickness) may claim the full annualised fixed standard-cost amount. Only educators who commence or exit a home based activity part-way through an income year (1 April to 31 March) are required to apportion the fixed standard-cost amount related to the number of weeks their activity has been operated.

## FULL CALCULATION

Gross Income	\$	<input style="width: 90%;" type="text"/>		A
		minus		
Less Variable Costs	\$	<input style="width: 90%;" type="text"/>		C
		equals		
Sub Total	\$	<input style="width: 90%;" type="text"/>		
		minus		
Less Admin Fixed Cost	\$	<input style="width: 90%;" type="text"/>		D
		equals		
Sub Total	\$	<input style="width: 90%;" type="text"/>		
		minus		
Less Accommodation Fixed Cost	\$	<input style="width: 90%;" type="text"/>		E
		minus		
Less Additional costs	\$	<input style="width: 90%;" type="text"/>		F
		equals		
<b>TAXABLE INCOME</b>	\$	<input style="width: 90%;" type="text"/>		

If you use the standard costs and they work out to be more than your childcare income, you won't have to file a tax return unless there is another reason that the return is required. But, if you decide to file a return, you can't offset this loss against any other income in this year or any future year (the childcare income needs to be declared as Nil).

If you are not required to file an income tax return remember to contact Inland Revenue to advise them that your childcare income was a loss and therefore you are not required to file.

- If you don't let us know you may receive a late filing penalty of \$50.

Your taxable income from the home-based care will also be liable for ACC earner's account levy and self employed levy.

**TAX for 2021 due: 7 February 2022**