

TAX RELIEF FOR DONATIONS TO PARTS

The Belastingdienst has designated PARTS a Public Benefit Organisation (ANBI). This means donations to PARTS can be deducted from taxable income or profit for Dutch tax payers. And because PARTS is exempt from gift tax, every penny you donate will benefit its activities. Donations are subject to certain conditions, including a lower threshold and an upper limit. Businesses and individuals can contribute to PARTS. For private donors, recurring donations are a financially attractive option, as they are not subject to a threshold or a maximum.

Donations to cultural ANBIs like the PARTS Project foundation are especially attractive thanks to Dutch law: they are 125% deductible on your personal income tax return (with a maximum extra deduction of €1,250) and 150% deductible on your corporate tax return (with a maximum extra deduction of €2,500).

TAX RELIEF FOR ONE-TIME DONATIONS

Would you like to make a one-time donation to PARTS? Your gift will qualify for tax relief if it exceeds €60 and comprises more than 1% of your income. Anything you pay above this threshold is deductible. There is also an upper limit: you may not deduct more than 10% of your total income.

EXAMPLE CALCULATION

Your total income is €35,000. Therefore, the deduction threshold is €350 and your maximum deduction is €3,500. Your income is taxed at 42%.

YOU GIVE €500 TO PARTS.

You would calculate your deduction in the following way:

Donation to PARTS	€	500.00
25% multiplier	€	125.00
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Total	€	625.00
Threshold	-	€ 350.00
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Tax deduction	€	275.00
Tax refund (42% of €275)	€	115.50
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Net donation	€	384.50

If you wish to donate for five years, you will benefit from substantially greater tax relief: with no minimum threshold or maximum, you will receive a larger percentage of your donation back from the Belastingdienst.

GREATER TAX RELIEF FOR RECURRING DONATIONS

Making a recurring donation means you commit to giving annually for five years. This confers significant tax relief, as there is no threshold or maximum deduction. There is still a maximum extra deduction of €1,250; this upper limit is reached with an annual donation of €5,000.

EXAMPLE CALCULATION

You donate €1,000 to PARTS annually for a period of at least five years. Your income is taxed at 42%.

Donation to PARTS	€	1,000.00
25% multiplier	€	250.00
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Tax deduction	€	1,250.00
Tax refund (42% of €1,250)	-	€ 525.00
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Net donation	€	475.00
If you pay 36.5% tax, your tax relief will be as follows: Your tax refund will be €456.25.		
Your donation to PARTS will only cost you	€	543.75
If you pay 52% tax, your tax relief will be as follows: Your tax refund will be €650.		
Your donation to PARTS will only cost you	€	350.00

HOW DOES IT WORK?

- We will confirm your gift in writing.
- You will donate a fixed amount at least once a year for a minimum of five consecutive years. The amounts will be the same or nearly the same (for instance, you wouldn't donate € 1,000 one year and €500 the next).

CORPORATE GIVING

Your company's donation to PARTS is fully tax-deductible. You can deduct 150% of the amount of your donation on your corporate tax return, to a maximum of €2,500. Total deductible donations can go up to 50% of taxable profits, with the maximum being €100,000.

For more information, please contact cees@partsproject.nl.

Note: The example calculations in this overview are meant for illustrative purposes only. Always consult the Belastingdienst or a tax expert to determine your specific situation. For more information, also see www.belastingdienst.nl/anbi.