

Amount of Tax Deduction

1 January 2016 to 31 December 2023

New! To continue encouraging Singaporeans to give back to the community and to provide strong support for the charity sector, the Minister for Finance has announced in Budget 2021 that the 250% tax deduction for qualifying donations will be extended for another two years till 31 December 2023.

Claiming Tax Deductible Donations

Tax deduction is given for donations made in the preceding year. For example, if an individual makes a donation in 2020, tax deduction will be allowed in his tax assessment for the Year of Assessment (YA) 2021.

You do not need to declare the donation amount in your income tax return. Tax deductions for qualifying donations will be automatically reflected in your tax assessments based on the information from the IPC (such as the donor's name, date and amount of donation on the tax deduction receipt). IRAS will no longer accept claims for tax deduction based on donation receipts.

Requirement to Produce Identification to IPCs

From 1 Jan 2011, all individuals and businesses are required to provide their identification number (e.g. NRIC/FIN/UEN) when making donations to the IPCs in order to be given tax deductions on the donations.

Donation Receipts

When donations are tax deductible, the donation receipts issued by approved IPCs will indicate the words "Tax-Deductible".

Donations Made by Corporations and Bodies of Persons

All companies or **bodies of persons** have to provide their names and tax reference number to the IPCs if they wish to claim tax deductions on their donations.

Anonymous Donors

Donors who wish to remain anonymous and do not wish to claim tax deduction are not required to provide their tax reference numbers to the IPCs. However, if donors subsequently wish to claim tax deduction, they should provide their tax reference numbers to the IPCs. The IPCs would then resubmit the information to IRAS.

Source: <https://www.iras.gov.sg/taxes/other-taxes/charities/donations-tax-deductions>