

**Declaration
on the non-application of all or part of the allowance
for young people under 25**

(Before completing the form please read the guide for the declaration!)

Year of submission of the statement: □□□□

The private individual making the declaration:

name

tax identification code: □□□□□□□□□□

1. For the purposes of calculating the tax advance, I request that
 - a) the allowance for young people under 25 years of age not be applied
 - b) the allowance for the amount exceeding HUF not be applied

Date:.....

.....
Private individual's signature

2. I have acknowledged the content of the private individual's declaration. I shall assess the private individual's tax advance in accordance with the declaration-

Name of the employer assessing the tax advance:
.....

Tax number of the employer assessing the tax advance: □□□□□□□□-□-□□

Date:.....

.....
Official signature

Guide
**for the declaration on non-application of all or part of the
allowance for young people under 25**

Do you know that you can also submit your tax advance statement in the Online Form Filling Application (ONYA)?

This is the easiest way to submit your tax advance statement, as the NTCA

- will pre-populate the statement with your personal data available and the data from previous statements,
- forward the completed statement electronically to the employer or payer you have specified.

The statement you filled in on the ONYA interface is stored by NTCA, so it can be edited, modified and resubmitted if necessary.

ONYA can be accessed on the NTCA website through the client gate, if you are registered therein.

A young person under the age of 25 can reduce some of his or her income included in the consolidated tax base by the allowance for young people under 25. The tax allowance may reduce, for example, the income from wage, contractual fees, income from farming activities, the flat-rate income or entrepreneurial withdrawals of private entrepreneurs.

In 2023, the amount of the allowance will be HUF 499 952 per month of eligibility, which means a tax saving of HUF 74 993.

You can find more information about the allowance on the NTCA website (www.nav.gov.hu) in Information Booklet no. 73 titled "Personal income tax - tax base allowances". (This is available in Hungarian only.)

If you are eligible for the allowance for young people under the age of 25, **your employer or payer will automatically take it into account as long as you do not make a declaration on non-application of all or part of it.**

If you decide not to claim all or part of the allowance, please complete two copies of this declaration and present it to your employer or payer!

One copy of the declaration must be kept by the employer (payer) and you should keep the other copy, together with the documents required for the preparation of the tax return, within the term of limitation, i.e., until the end of the 5th year following the year of submitting the tax return.

When to make a declaration?

You need to make a declaration if you are not claiming the tax allowance because of the amount of your income, or if you are claiming only part of the tax allowance for the purposes of calculating the tax advance.

Example:

A young person under 25 has two employers. In one job he/she earns HUF 400,000 a month, whereas in the other he/she earns HUF 200,000 a month. His/her individual incomes do not exceed the tax-exempt amount, but together they do (600 000 > 499 952). The young person shall make a declaration on tax advance to both of his/her employers to ensure that the total amount of the allowance claimed

does not exceed the maximum amount of the allowance. However, it is up to the young person to decide which of his/her income he/she wishes to claim the allowance from and in what ratio.

For example, he/she can ask for the allowance to be taken into account as follows:

	Case 1	Case 2	Case 3
first employer	400 000	300 000	350 000
second employer	99 952	199 952	149 952

The reason why both employers need to be given a declaration is that if he/she receives additional income, such as a bonus, on top of the wages, the employer will also apply the allowance for that income in the absence of a declaration. For example, in case 2, if the second employer pays the young person a bonus of HUF 100,000 and has not received a declaration suggesting that it should not take the allowance into account for amounts above HUF 200,000, the employer will also take it into account for the bonus, which means that it is an ineligible claim.

If the young person only makes a declaration to one of his or her employers that he or she wishes to waive the allowance, he or she does not need to make a declaration to the other employer any longer, as the latter will only apply the allowance up to the amount of the allowance.

If the information provided in the declaration changes, **you must immediately make a new declaration** or withdraw the previous declaration.

If you do not make a declaration of total or partial non-application of the allowance for young people under 25 and thus you have an obligation to pay more than HUF 10,000 in your tax return, you will have to pay 12 per cent of this as a difference-penalty together with your tax arrears.

The allowance for young people under 25 years of age can be claimed if the same or a similar **benefit has not been claimed or is not claimed for the same period in another country.**

A foreign tax resident individual may claim the allowance in Hungary only if **75 percent of his/her total income** - including income that is not taxable in Hungary - earned in the tax year **is taxable in Hungary.**

If you are a foreign tax resident, you must also complete the declaration titled “Supplementary declaration for foreign tax resident private individuals for claiming tax base allowance” and submit it to your employer (payer) in order to claim your allowance. The tax identification code must also be entered in this case!

If you cannot claim the allowance at the time the tax advance is calculated, you can do so subsequently in your tax return if you have income that is the basis for the allowance.

Additional information, assistance

Should you have further questions related to the declaration or certain taxation rules please do not hesitate to contact us at our following availabilities!

On the Internet:

- On the website of NTCA at www.nav.gov.hu please consult Information Booklet no. 73 titled "Personal income tax - tax base allowances". (This is available in Hungarian only.)

Via E-mail:

- On the form that can be found on the following link:
https://nav.gov.hu/ugyfeliranytu/keressen_minket/levelkuldes/e-ugyfsz.

On the Phone:

- On the info line of NTCA
 - o from in-country on the phone number 1819,
 - o from abroad on the phone number +36 (1) 461-1819.

- Information on specific case(s) and managing individual cases*
 - o from in-country on the phone number 1819 (menu item 2),
 - o from abroad on the phone number +36 (1) 461-1819.

The info line of NTCA can be reached between 08:30 and 16:00 from Monday till Thursday and between 08:30 and 13:30 on Fridays.