

Tax-Free Childcare

Tax-Free Childcare is a government scheme designed to help working parents with the cost of childcare.

Who is Eligible?

- Working parents with children under 12 (or under 17 if disabled).
- Each parent must earn at least the National Minimum Wage for 16 hours a week.
- Parents must not earn more than £100,000 per year.

How does Tax-Free Childcare work?

For every £8 you pay into your childcare account, the government will add an extra £2, up to £2,000 per child per year (or £4,000 for a disabled child).

If you are not accessing a funded childcare place, Tax-Free Childcare could help towards your childcare costs.

If you are receiving 15 or 30 hours funded childcare, then Tax-Free Childcare could be used to pay for extra hours.

How to apply for Tax-Free Childcare

- 1. **Create an Account**: Visit the government website gov.uk and set up your <u>childcare account</u>.
- 2. **Pay into Your Account**: Deposit money into your account to receive the government top-up.
- 3. **Pay Your Childcare Provider**: Use the funds in your account to pay for approved childcare providers.
- 4. **Reconfirm your eligibility**: Reconfirm your eligibility every three months through your online account.

