

2025 FIXED TAX REDUCTION ADJUSTMENT BENEFIT (SUPPLEMENTAL BENEFIT FOR THE REMAINING SHORTFALL)

WHAT IS THE SUPPLEMENTAL BENEFIT FOR THE REMAINING SHORTFALL?

In 2024, a fixed tax reduction policy was implemented, providing a reduction of 30,000 yen in income tax and 10,000 yen in individual resident tax per taxpayer and each dependent.

The 2024 Fixed Tax Reduction Adjustment Benefit was paid to individuals whose expected tax reduction amount could not be fully applied (due to low tax liability), based on their income and dependent status in 2023. The difference between the official tax reduction amount and the actual amount of tax reduced was covered through this supplemental benefit.

This supplemental benefit for the remaining shortfall will be provided in 2025 to individuals who, after the final determination of their actual 2024 income tax liability and the actual amount of tax reduction applied, are found to have been entitled to a higher benefit than what they had previously received through the initial adjustment benefit.

ELIGIBLE RECIPIENTS

Individuals who reside in Sue Town as of January 1, 2025 (according to the Basic Resident Register) and fall under either of the following two categories - "Supplemental Benefit for the Remaining Shortfall 1" or "Supplemental Benefit for the Remaining Shortfall 2" - will be eligible to receive the benefit. (However, this only applies to those whose total income does not exceed 18.05 million yen.)

Supplemental Benefit for the Remaining Shortfall 1

(For individuals who did not receive the full tax reduction and have a shortfall)

These are individuals for whom the initial adjustment benefit was calculated based on their 2023 income and the estimated income tax for 2024. After the final determination of actual income tax and actual tax reduction in 2024, if a shortfall is found between the benefit amount that should have been received and the amount initially received, they will be eligible for this supplemental benefit. However, if the shortfall is only due to rounding up to the nearest 10,000 yen unit, it will not qualify for the supplemental benefit.

※ Even if your 2024 tax withholding certificate shows an amount that was not deducted (non-refundable portion), you will not be eligible for the supplemental benefit if there is no actual difference between the initially received adjustment benefit and the amount that should have been received.

<Examples of people who may be eligible for the supplemental benefit>

- Those whose income in 2024 decreased compared to 2023, resulting in lower actual tax in 2024 than initially estimated.
- Those who had no income in 2023 but started working and earning income in 2024.
- Those who had a child born in 2024, or whose number of dependents increased, resulting in a higher tax deduction amount.
- Those who received the initial adjustment benefit, but later had their tax amount revised, leading to a decrease in 2024 resident tax.

※ Individuals whose 2024 tax was originally 0 yen, meaning they are not liable for either income tax or resident tax, will not be eligible for this supplemental benefit.

REGISTRATION METHOD

- Notification Letter (pink): Usually, no response is required.
 - Confirmation Document (light blue): You can apply online, by mail, or directly at the counter.
 - Application Form (light green): You can apply online, by mail, or directly at the counter.
- ※ Those who receive any of the above documents should follow the instructions written on the document and complete the process by October 31, 2025.