

What is SmartFunder?

If you currently pay school or study fees for your children or any family members who are in school (Grade R – 12) or in college or university (NQF level 1 – 10), we can help you save every month by moving this from a **post-tax to a pre-tax expense**, by utilizing this amazing new company benefit.

Please watch this 90 second video for more information: <https://www.smartfunder.co.za/about>

You can **SAVE ON YOUR TAX BILL**, if you are a taxpayer and paying for a relatives'

- School fees (Grade R-12); and/or
- Tertiary education fees (NQF level 1-10).

Employer Bursary Scheme Qualifying Criteria

Remuneration

- Have you earned **R600 000** or less in total remuneration from March 2018 to February 2019?
- Do you pay school or study fees for any of your relatives up to the 3rd degree of consanguinity? See the graph on the right for more info.

If your answer is "yes" to both these questions, you qualify.

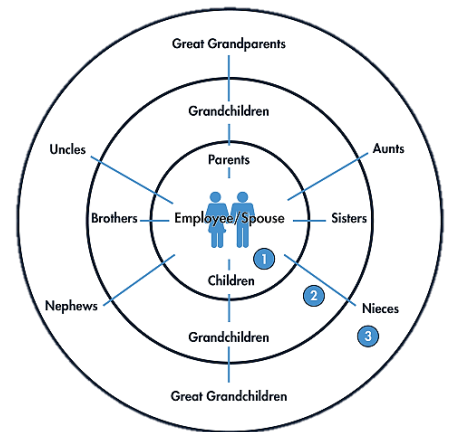
Qualifying Amounts

- Up to **R20 000 per relative per year** for grades R - 12 or an NQF level 1-4 qualification;
- Up to **R60 000 per relative per year** for a tertiary NQF level 5-10 qualification.

If your educational expenses are more than the above mentioned monetary thresholds, you can still structure the entire expense through the SmartFunder platform and you will receive the tax benefit on R20 000 or R60 000 of the total amounts.

Qualifying Expense Types

All expenses paid directly to the educational institution including registration fees, tuition fees, examination fees, school uniform, stationary, books, accommodation, transport, equipment and meals.



Tax Savings Example

Thabo has three kids, two in high school (R20 000 bursary each) and one enrolled at university (R60 000 bursary). Thabo earns R550 000 per annum. Assume he has no other tax deductible expenses. Thabo can save up to R36 000 per annum (R3 000 per month).

Thabo	Without SmartFunder	With SmartFunder
Total Gross Salary	R550 000	R550 000
Bursary and scholarship benefit	R0	R100 000 (2xR20 000 + 1xR60 000)
Taxable income	R550 000	R450 000
Effective tax rate	24.0%	21.3%
Tax	R131 808	R95 808
Potential saving		R36 000

Tax Savings Matrix

The tax savings matrix below illustrates the potential annual tax saving according to your taxable income on the y-axis and your number of relatives on the x-axis utilising the maximum bursary amounts. Please note that these are indicative values and may vary per individual case.

Potential Annual Tax Savings Matrix									
Taxable Income	1 Relative		2 Relatives			3 Relatives			
	1 School	1 University	2 School	1 School 1 University	2 University	3 School	2 School 1 University	1 School 2 University	3 University
90 000	1 980	1 980	1 980	1 980	1 980	1 980	1 980	1 980	1 980
100 000	3 600	3 780	3 780	3 780	3 780	3 780	3 780	3 780	3 780
150 000	3 600	10 800	7 200	12 780	12 780	10 800	12 780	12 780	12 780
200 000	3 932	11 132	7 532	14 732	21 932	11 132	18 332	22 112	22 112
250 000	5 200	15 132	10 400	18 732	25 932	15 132	22 332	29 532	35 112
300 000	5 200	15 600	10 400	20 800	29 932	15 600	26 000	33 532	40 732
350 000	6 200	17 808	12 400	23 008	33 408	17 808	28 208	38 608	46 940
400 000	6 200	18 600	12 400	24 800	35 908	18 600	30 708	41 108	51 508
450 000	7 200	19 936	13 736	26 136	38 536	19 936	32 336	44 736	55 343
500 000	7 200	21 600	14 400	28 636	41 036	21 600	34 836	47 236	59 636
550 000	7 200	21 600	14 400	28 800	43 200	21 600	36 000	49 736	62 136
600 000	7 800	22 932	15 600	30 132	44 532	22 932	37 332	51 732	65 968

Contact Details

Should you have any questions relating to SmartFunder or your Employer Bursary Scheme, feel free to contact SmartFunder at Info@SmartFunder.co.za