

## ANNEX F-3: ILLUSTRATION OF SUPPORT FOR HOUSEHOLDS

### **I. Middle-Income Couple with Two Young Children**

A middle-income couple with two young children living in a 4-room HDB flat with a combined monthly income of \$8,000 can expect to receive about \$725 from the Budget 2022 Household Support this year, \$3,850 from the Assurance Package for GST over five years, and continuing support of about \$458 per year from the permanent GST Voucher (GSTV) scheme when it is fully enhanced in 2023. The details are in Table 1.

These benefits are on top of what they would receive from structural schemes such as education, healthcare, and housing subsidies.

**Table 1: Support for Middle-Income Couple with Two Young Children**

Household members:	Living in 4-room HDB flat
<b>Husband</b> (37 years old)	
<b>Wife</b> (34 years old)	Total monthly household income: \$8,000 (husband earns \$4,500; wife earns \$3,500)
<b>Daughter</b> (6 years old)	
<b>Son</b> (4 years old)	
<b>[A] Estimated annual household expenditure that incurs GST</b>	\$40,320
<b>[B] Enhanced Permanent GSTV (annual)</b>	<b>Total: ~\$458</b>
• GSTV – Cash (fully enhanced in 2023)	\$0
• GSTV – MediSave	\$0
• GSTV – U-Save	\$300
• GSTV – Service and Conservancy Charges (S&CC) Rebate	~\$158
<b>[C] Assurance Package for GST (over five years)</b>	<b>Total: \$3,850</b>
• Cash Payout	\$2,100
• Additional GSTV – U-Save	\$450
• GSTV – Cash (Seniors’ Bonus)	\$0
• MediSave Top-up	\$900
• Community Development Council (CDC) Vouchers	\$400
No. of years of additional GST offset by Assurance Package (i.e. C/[A*2%])	~5 years
<b>[D] Household Support Package (FY2022)</b>	<b>Total: \$725</b>
• Top-ups to Child Development Account (CDA)	\$400
• Additional GSTV – U-Save	\$225
• CDC Vouchers	\$100

Notes:

1. The estimated annual household expenditure that incurs GST is based on MOF’s estimates.
2. It is assumed that: (i) individual income and dwelling type are fixed over the years, (ii) age increases each year, and (iii) all household members are Singapore Citizens and do not own more than one property.

## **II. Low-Income Couple with Two Young Children**

A low-income couple with two young children living in a 3-room HDB flat with a combined monthly income of \$2,300 can expect to receive about \$755 from the Budget 2022 Household Support this year, \$5,010 from the Assurance Package for GST over five years, and continuing support of about \$1,455 per year from the permanent GST Voucher (GSTV) scheme when it is fully enhanced in 2023. The details are in Table 2.

These benefits are on top of what they would receive from structural schemes such as education, healthcare, and housing subsidies.

**Table 2: Support for Low-Income Couple with Two Young Children**

<b>Household members:</b> <b>Husband</b> (34 years old) <b>Wife</b> (32 years old) <b>Daughter</b> (4 years old) <b>Son</b> (2 years old)	<b>Living in 3-room HDB flat</b> Total monthly household income: \$2,300 (husband earns \$2,300; wife is a homemaker)
<b>[A] Estimated annual household expenditure that incurs GST</b>	\$19,872
<b>[B] Enhanced Permanent GSTV (annual)</b> <ul style="list-style-type: none"> <li>• GSTV – Cash (fully enhanced in 2023)</li> <li>• GSTV – MediSave</li> <li>• GSTV – U-Save</li> <li>• GSTV – Service and Conservancy Charges (S&amp;CC) Rebate</li> </ul>	<b>Total: ~\$1,455</b> \$1,000 \$0 \$340 ~\$115
<b>[C] Assurance Package for GST (over five years)</b> <ul style="list-style-type: none"> <li>• Cash Payout</li> <li>• Additional GSTV – U-Save</li> <li>• GSTV – Cash (Seniors' Bonus)</li> <li>• MediSave Top-up</li> <li>• Community Development Council (CDC) Vouchers</li> </ul>	<b>Total: \$5,010</b> \$3,200 \$510 \$0 \$900 \$400
No. of years of additional GST offset by Assurance Package (i.e. C/[A*2%])	~12 years
<b>[D] Household Support Package (FY2022)</b> <ul style="list-style-type: none"> <li>• Top-ups to Child Development Account (CDA)</li> <li>• Additional GSTV – U-Save</li> <li>• CDC Vouchers</li> </ul>	<b>Total: \$755</b> \$400 \$255 \$100

Notes:

1. The estimated annual household expenditure that incurs GST is based on MOF's estimates.
2. It is assumed that: (i) individual income and dwelling type are fixed over the years, (ii) age increases each year, and (iii) all household members are Singapore Citizens and do not own more than one property.

### **III. 3-Generation Household with Two School-Going Children**

A 3-generation household with two school-going children living in a 5-room HDB flat with a combined monthly income of \$9,000 can expect to receive about \$695 from the Budget 2022 Household Support this year, \$6,740 from the Assurance Package for GST over five years, and continuing support of about \$1,168 per year from the GST Voucher (GSTV) scheme when it is fully enhanced in 2023. The details are in Table 3.

These benefits are on top of what they would receive from structural schemes such as education, healthcare, and housing subsidies.

**Table 3: Support for 3-Generation Household with Two School-Going Children**

<b>Household members:</b>	<b>Living in 5-room HDB flat</b>
<b>Grandmother</b> (72 years old, retired) <b>Husband</b> (45 years old) <b>Wife</b> (42 years old) <b>Daughter</b> (13 years old) <b>Son</b> (10 years old)	Total monthly household income: \$9,000 (husband earns \$5,500; wife earns \$3,500)
<b>[A] Estimated annual household expenditure that incurs GST</b>	\$45,360
<b>[B] Enhanced Permanent GSTV (annual)</b> <ul style="list-style-type: none"> <li>• GSTV – Cash (fully enhanced in 2023)</li> <li>• GSTV – MediSave</li> <li>• GSTV – U-Save</li> <li>• GSTV – Service and Conservancy Charges (S&amp;CC) Rebate</li> </ul>	<b>Total: ~\$1,168</b> \$500 \$250 \$260 ~\$158
<b>[C] Assurance Package for GST (over five years)</b> <ul style="list-style-type: none"> <li>• Cash Payout</li> <li>• Additional GSTV – U-Save</li> <li>• GSTV – Cash (Seniors' Bonus)</li> <li>• MediSave Top-up</li> <li>• Community Development Council (CDC) Vouchers</li> </ul>	<b>Total: \$6,740</b> \$3,700 \$390 \$900 \$1,350 \$400
No. of years of additional GST offset by Assurance Package (i.e. C/[A*2%])	~7 years
<b>[D] Household Support Package (FY2022)</b> <ul style="list-style-type: none"> <li>• Top-ups to Edusave Account</li> <li>• Additional GSTV – U-Save</li> <li>• CDC Vouchers</li> </ul>	<b>Total: \$695</b> \$400 \$195 \$100

Notes:

1. The estimated annual household expenditure that incurs GST is based on MOF's estimates.
2. It is assumed that: (i) individual income and dwelling type are fixed over the years, (ii) age increases each year, and (iii) all household members are Singapore Citizens and do not own more than one property.

#### IV. Elderly Couple

An elderly couple living in a 3-room HDB flat with no household income can expect to receive about \$355 from the Budget 2022 Household Support this year, \$6,810 from the Assurance Package for GST over five years, and continuing support of about \$1,955 per year from the GST Voucher (GSTV) scheme when it is fully enhanced in 2023. The details are in Table 4.

These benefits are on top of what they would receive from structural schemes such as healthcare and housing subsidies.

**Table 4: Support for Elderly Couple**

<b>Household members:</b> <b>Husband</b> (70 years old, retired) <b>Wife</b> (66 years old, retired)	<b>Living in 3-room HDB flat</b>
<b>[A] Estimated annual household expenditure that incurs GST</b>	\$10,200
<b>[B] Enhanced Permanent GSTV (annual)</b> <ul style="list-style-type: none"> <li>• GSTV – Cash (fully enhanced in 2023)</li> <li>• GSTV – MediSave</li> <li>• GSTV – U-Save</li> <li>• GSTV – Service and Conservancy Charges (S&amp;CC) Rebate</li> </ul>	<b>Total: ~\$1,955</b> \$1,000 \$500 \$340 ~\$115
<b>[C] Assurance Package for GST (over five years)</b> <ul style="list-style-type: none"> <li>• Cash Payout</li> <li>• Additional GSTV – U-Save</li> <li>• GSTV – Cash (Seniors' Bonus)</li> <li>• MediSave Top-up</li> <li>• Community Development Council (CDC) Vouchers</li> </ul>	<b>Total: \$6,810</b> \$3,200 \$510 \$1,800 \$900 \$400
No. of years of additional GST offset by Assurance Package (i.e. C/[A*2%])	More than 30 years
<b>[D] Household Support Package (FY2022)</b> <ul style="list-style-type: none"> <li>• Top-ups to Child Development Account (CDA), Edusave Account and Post-Secondary Education Account (PSEA)</li> <li>• Additional GSTV – U-Save</li> <li>• CDC Vouchers</li> </ul>	<b>Total: \$355</b> \$0 \$255 \$100

Notes:

1. The estimated annual household expenditure that incurs GST is based on MOF's estimates.
2. It is assumed that: (i) individual income and dwelling type are fixed over the years, (ii) age increases each year, and (iii) all household members are Singapore Citizens and do not own more than one property.