

Questions and answers about factor A

What is factor A?	Factor A indicates how much pension someone has built up in one calendar year.
Where can I find factor A?	Factor A is on the Uniform Pension Statement.
What do I use factor A for?	Factor A is used to calculate the annual space. The tax authorities' website contains the annuity premium tool ' hulpmiddel lijfrentepremie ' to calculate the annual space.
What is annual space?	Annual space 'jaarruimte' is the amount that someone may deposit tax-free each year to save for an annuity.
What is an annuity?	An annuity 'lijfrente' is a periodic payment as (supplementary) income when someone stops working at (or around) the AOW age. The premium or deposit for this is (under certain conditions) deductible from current income. This means that someone does not pay tax on the deposit now. Someone only has to pay tax on the annuity paid out.
When do I have to deposit an annuity premium?	Annuity premiums may only be deducted from income in the year in which there is a pension deficit. A pension deficit can be calculated using the tax authorities' annuity premium tool ' hulpmiddel lijfrentepremie '. The result of this calculation is called annual space.
Where can I find more information about annuities?	The tax authorities' website provides more information about deducting annuity premiums at ' aftrekken lijfrentepremies '.
Who can I deposit my annuity premium with?	Annuity premiums are deposited with an insurer or a banking institution. A financial advisor advises on which option and provider best suits someone.
How much can I save with tax benefits in addition to my pension accrual?	How much someone can save in addition to the pension accrual via their employer depends on the annual space. This calculation is made by a financial advisor or bank. You can also make the calculation yourself, on the tax authorities' website under deducting annuity premiums at ' aftrekken lijfrentepremies '.
Who advises on annuities?	A financial advisor explains the possibilities of annuities and advises which one best suits someone's personal situation.
What is reservation space?	Reservation space 'reserveringsruimte' is the total of all annual spaces that have not been used in the past 10 years.