

# Tax rates and credits 2009

## Personal income tax rates

	At 20%	At 41%
	First	Balance
Single person	€36,400	Balance
Married couple (one income)	€45,400	Balance
Married couple (two income)*	€72,800	Balance
One parent / Widowed parent	€40,400	Balance

\*Subject to max. transferable of €45,400

## Income Levy from 1 January 2009

	%	Income
Income Levy	1.00	up to €100,100
	2.00	Income > €100,100

Calculated on gross income (excluding social welfare payments, contributory and non-contributory pensions)

## Personal tax credits (No change)

Single person / widowed person	€1,830
Married couple	€3,660
Additional one-parent family credit	€1,830
Employee credit	€1,830
Home Carer credit	€900
Rent - Single and under 55 years	€400

## Home loan interest

### The relief is granted at source

#### First Time Buyers (for years 1-2)

Married couple	Lower of €5,000 or 25% of interest paid
Widowed person	Lower of €5,000 or 25% of interest paid
Single	Lower of €2,500 or 25% of interest paid

#### First Time Buyers (for years 3-5)

Married couple	Lower of €4,500 or 22.5% of interest paid
Widowed person	Lower of €4,500 or 22.5% of interest paid
Single person	Lower of €2,250 or 22.5% of interest paid

#### First Time Buyers (for years 6-7)

Married couple	Lower of €4,000 or 20% of interest paid
Widowed person	Lower of €4,000 or 20% of interest paid
Single person	Lower of €2,000 or 20% of interest paid

For further information, contact our offices at:

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## Other Mortgages

Married couple	Lower of €900 or 15% of interest paid
Widowed person	Lower of €900 or 15% of interest paid
Single person	Lower of €900 or 15% of interest paid

## PRSI Contribution

	%	
<b>Employer</b>	10.75	no limit* if income is €356 pw or less**
	8.50	
<b>Employee (class A1)</b>		
PRSI	4.00	on first €52,000**
Health	2.00	Income up to €100,100 ***
	2.50	Income > €100,100

\* Includes training levy of 0.7%

\*\* Employees earning €352 or less pw are exempt from PRSI. In any week in which an employee is subject to full-rate PRSI, the first €127 of weekly earnings are disregarded

\*\*\* Employees earning €500 pw or less and medical cardholders exempt

## Self-employed PRSI

	%	
Social insurance	3.0	No limit*
Health	2.00	Income up to €100,100
	2.50	Income > €100,100

\* Minimum annual PRSI contribution is €253.

## Capital gains tax

Rate	22%*
Annual exemption	€1,270

\* Effective 15 October 2008

## Corporation tax rates

Standard rate	12.50%
Incentive rate	10%*
Residential land, not fully developed	20%
Non-trading income rate	25%

\* Companies entitled to the 10% CT rate retain it until 2010

## Value added tax

Standard rate/Lower rate	21.5%* / 13.5%
Flat rate for unregistered farmers	5.20%

\* Effective 1 December 2008

## Stamp Duty - Residential Property: No change

## Stamp duty - Commercial Property

Property Value;	Rate
Up to €10,000	exempt
€10,001 to €20,000	1%
€20,001 to €30,000	2%
€30,001 to €40,000	3%
€40,001 to €70,000	4%
€70,001 to €80,000	5%
Over €80,000	6%

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[www.kpmg.ie/budget2009](http://www.kpmg.ie/budget2009)

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