

(ii) Examples Showing the Effects of the Budget changes on Different Categories of Single and Married Taxpayers

EXAMPLE 1

Married couple, one income, no children taxed under PAYE

Full rate PRSI contributor

Gross Income	PRSI/Levy Liability		Tax Liability		Total Gain (Per Year)	Total Gain (Per Week)(a)	Gain as % of Net Income
	Existing	Proposed	Existing	Proposed			
€	€	€	€	€	€	€	%
15,000	336	0	0	0	336	6	2.3
22,000	1,056	616	0	0	440	8	2.1
30,000	1,536	1,536	1,570	1,250	320	6	1.2
35,000	1,836	1,836	2,570	2,250	320	6	1.0
40,000	2,136	2,136	3,922	3,250	672	13	2.0
45,000	2,406	2,436	6,022	5,130	862	17	2.4
50,000	2,534	2,615	8,122	7,230	810	16	2.1
60,000	2,769	2,856	12,322	11,430	805	15	1.8
80,000	3,220	3,307	20,722	19,830	805	15	1.4
100,000	3,650	3,737	29,122	28,230	805	15	1.2
120,000	4,066	4,157	37,522	36,630	800	15	1.0
140,000	4,481	4,573	45,922	45,030	800	15	0.9

Variations can arise due to rounding

(a) Gains per week are based on a 52 week year

EXAMPLE 2

Married couple, one income, two children (under the age of 6) taxed under PAYE

Full rate PRSI contributor

Gross Income	PRSI/Levy Liability		Tax Liability		Child Benefit Increase (a)	Early Childcare Supplement (b)	Total Gain	Gain as % of Net Income (c)	Total Gain where FIS applies (d) (per Year)	Total Gain where FIS applies (e) (per Week)	Gain including FIS as % of Net Income (f)
	Existing	Proposed	Existing	Proposed							
€	€	€	€	€	€	€	%	€	€	%	
15,000	336	0	0	0	151	1,500	1,987	11.0	2,975	57	12.4
20,000	536	536	0	0	151	1,500	1,651	7.2	2,847	55	11.0
22,000	1,056	616	0	0	151	1,500	2,091	8.6	3,027	58	11.4
30,000	1,536	1,536	800	480	151	1,500	1,971	6.4	1,971	38	6.4
35,000	1,836	1,836	1,800	1,480	151	1,500	1,971	5.7	1,971	38	5.7
40,000	2,136	2,136	3,152	2,480	151	1,500	2,323	6.1	2,323	45	6.1
45,000	2,406	2,436	5,252	4,360	151	1,500	2,514	6.2	2,514	48	6.2
50,000	2,534	2,615	7,352	6,460	151	1,500	2,462	5.7	2,462	47	5.7
60,000	2,769	2,856	11,552	10,660	151	1,500	2,457	5.0	2,457	47	5.0
80,000	3,220	3,307	19,952	19,060	151	1,500	2,457	4.1	2,457	47	4.1
100,000	3,650	3,737	28,352	27,460	151	1,500	2,457	3.4	2,457	47	3.4
120,000	4,066	4,157	36,752	35,860	151	1,500	2,451	3.0	2,451	47	3.0

Variations can arise due to rounding

(a) Value during 2006 of the increase in Child Benefit (CB) made in the Budget, which is effective from April, 2006 (i.e. assuming 9 months of CB increase).

(b) Payment of ECS effective from the second quarter of 2006

(c) Net income includes CB and ECS less deductions of tax, levy and PRSI (where appropriate) and so may be higher than the gross income.

(d) The last three columns show the total gain where Family Income Supplement (FIS) is taken up in both years. The gain includes the value during 2006 of the improvement in FIS made in this Budget which takes effect from January, 2006.

(e) Gains per week are based on a 52 week year

(f) Net income includes CB, ECS and FIS (where relevant) less deductions of tax, levy and PRSI (where appropriate) and so may be higher than the gross income.

EXAMPLE 3

Married couple, two incomes, two children (under the age of 6) taxed under PAYE

Full rate PRSI contributors

Gross Income	PRSI/Levy Liability		Tax Liability		Child Benefit Increase (a)	Early Childcare Supplement (b)	Total Gain	Gain as % of Net Income (c)	Total Gain where FIS applies (d) (per Year)	Total Gain where Fis applies (e) (per Week)	Gain including FIS as % of Net Income (f)
	Existing	Proposed	Existing	Proposed							
€	€	€	€	€	€	€	€	€	€	€	%
20,000	0	0	0	0	151	1,500	1,651	7.1	2,847	55	10.9
30,000	516	516	300	0	151	1,500	1,951	6.0	1,951	38	6.0
35,000	1,101	646	1,300	760	151	1,500	2,646	7.4	2,646	51	7.4
40,000	1,296	1,296	2,300	1,760	151	1,500	2,191	5.5	2,191	42	5.5
45,000	1,857	1,857	3,300	2,760	151	1,500	2,191	5.1	2,191	42	5.1
50,000	2,122	2,122	4,300	3,760	151	1,500	2,191	4.7	2,191	42	4.7
60,000	3,072	2,652	6,564	5,760	151	1,500	2,875	5.4	2,875	55	5.4
70,000	3,624	3,672	10,764	9,080	151	1,500	3,287	5.6	3,287	63	5.6
80,000	3,994	4,081	14,964	13,280	151	1,500	3,249	5.0	3,249	62	5.0
100,000	4,720	4,807	23,364	21,680	151	1,500	3,249	4.3	3,249	62	4.3
120,000	5,431	5,518	31,764	30,080	151	1,500	3,247	3.8	3,247	62	3.8
140,000	5,964	6,137	40,164	38,480	151	1,500	3,162	3.3	3,162	61	3.3

Variations can arise due to rounding

This example assumes that the joint income is divided 65% and 35% between spouses.

(a) Value during 2006 of the increase in Child Benefit (CB) made in the Budget, which is effective from April, 2006 (i.e. assuming 9 months of CB increase).

(b) Payment of ECS effective from the second quarter of 2006

(c) Net income includes CB and ECS less deductions of tax, levy and PRSI (where appropriate) and so may be higher than the gross income.

(d) The last three columns show the total gain where Family Income Supplement (FIS) is taken up in both years. The gain includes the value during 2006 of the improvement in FIS made in this Budget which takes effect from January, 2006.

(e) Gains per week are based on a 52 week year

(f) Net income includes CB, ECS and FIS (where relevant) less deductions of tax, levy and PRSI (where appropriate) and so may be higher than the gross income.

EXAMPLE 4

Single person taxed under PAYE

Full rate PRSI contributor

Gross Income	PRSI/Levy Liability		Tax Liability		Total Gain (Per Year)	Total Gain (Per Week) (a)	Gain as % of Net Income
	Existing	Proposed	Existing	Proposed			
€	€	€	€	€	€	€	%
15,000	336	0	150	0	486	9	3.3
16,000	376	376	350	80	270	5	1.8
18,000	456	456	750	480	270	5	1.6
20,000	536	536	1,150	880	270	5	1.5
22,000	1,056	616	1,550	1,280	710	14	3.7
30,000	1,536	1,536	3,282	2,880	402	8	1.6
35,000	1,836	1,836	5,382	4,540	842	16	3.0
40,000	2,136	2,136	7,482	6,640	842	16	2.8
45,000	2,406	2,436	9,582	8,740	812	16	2.5
50,000	2,534	2,615	11,682	10,840	760	15	2.1
60,000	2,769	2,856	15,882	15,040	755	15	1.8
80,000	3,220	3,307	24,282	23,440	755	15	1.4
100,000	3,650	3,737	32,682	31,840	755	15	1.2
120,000	4,066	4,157	41,082	40,240	750	14	1.0

Variations can arise due to rounding

(a) Gains per week are based on a 52 week year

EXAMPLE 5

Married couple, one income, no children taxed under PAYE

Modified rate PRSI contributor

Gross Income	PRSI/Levy Liability		Tax Liability		Total Gain (per Year)	Total Gain (per Week)(a)	Gain as % of Net Income
	Existing	Proposed	Existing	Proposed			
€	€	€	€	€	€	€	%
15,000	123	0	0	0	123	2	0.8
22,000	626	186	0	0	440	8	2.1
30,000	858	858	1,570	1,250	320	6	1.2
35,000	1,003	1,003	2,570	2,250	320	6	1.0
40,000	1,148	1,148	3,922	3,250	672	13	1.9
45,000	1,285	1,293	6,022	5,130	885	17	2.3
50,000	1,387	1,408	8,122	7,230	871	17	2.2
60,000	1,588	1,610	12,322	11,430	871	17	1.9
80,000	1,991	2,012	20,722	19,830	871	17	1.5
100,000	2,392	2,414	29,122	28,230	871	17	1.3
120,000	2,793	2,814	37,522	36,630	870	17	1.1
140,000	3,194	3,215	45,922	45,030	870	17	1.0

Variations can arise due to rounding.

(a) Gains per week are based on a 52 week year

EXAMPLE 6

Married couple, one income, two children (under the age of 6) taxed under PAYE

Modified rate PRSI contributor

Gross Income	PRSI/Levy Liability		Tax Liability		Child Benefit Increase (a)	Early Childcare Supplement (b)	Total Gain	Gain as % of Net Income (c)	Total Gain where FIS applies (d) (per Year)	Total Gain where FIS applies (per Week) (e)	Gain including FIS as % of Net Income (f)
	Existing	Proposed	Existing	Proposed							
€	€	€	€	€	€	€	%	€	€	%	
15,000	123	0	0	0	151	1,500	1,774	9.7	2,866	55	11.9
22,000	626	186	0	0	151	1,500	2,091	8.5	3,027	58	11.4
25,000	713	713	0	0	151	1,500	1,651	6.0	1,963	38	6.8
30,000	858	858	800	480	151	1,500	1,971	6.2	1,971	38	6.2
35,000	1,003	1,003	1,800	1,480	151	1,500	1,971	5.5	1,971	38	5.5
40,000	1,148	1,148	3,152	2,480	151	1,500	2,323	6.0	2,323	45	6.0
45,000	1,285	1,293	5,252	4,360	151	1,500	2,536	6.1	2,536	49	6.1
50,000	1,387	1,408	7,352	6,460	151	1,500	2,522	5.7	2,522	49	5.7
60,000	1,588	1,610	11,552	10,660	151	1,500	2,522	5.0	2,522	48	5.0
80,000	1,991	2,012	19,952	19,060	151	1,500	2,522	4.1	2,522	48	4.1
100,000	2,392	2,414	28,352	27,460	151	1,500	2,522	3.5	2,522	48	3.5
120,000	2,793	2,814	36,752	35,860	151	1,500	2,522	3.0	2,522	48	3.0

Variations can arise due to rounding

(a) Value during 2006 of the increase in Child Benefit (CB) made in the Budget, which is effective from April, 2006 (i.e. assuming 9 months of CB increase).

(b) Payment of ECS effective from the second quarter of 2006

(c) Net income includes CB and ECS less deductions of tax, levy and PRSI (where appropriate) and so may be higher than the gross income.

(d) The last three columns show the total gain where Family Income Supplement (FIS) is taken up in both years. The gain includes the value during 2006 of the improvement in FIS made in this Budget which takes effect from January, 2006.

(e) Gains per week are based on a 52 week year

(f) Net income includes CB, ECS and FIS (where relevant) less deductions of tax, levy and PRSI (where appropriate) and so may be higher than the gross income.

EXAMPLE 7

Married couple, two incomes, two children (under the age of 6)

Modified rate PRSI contributors

Gross Income	PRSI/Levy Liability		Tax Liability		Child Benefit Increase (a)	Early Childcare Supplement (b)	Total Gain	Gain as % of Net Income (c)	Total Gain where FIS applies (d) (per Year)	Total Gain where FIS applies (e) (per Week)	Gain including FIS as % of Net Income (f)
	Existing	Proposed	Existing	Proposed							
€	€	€	€	€	€	€	%	€	€	%	
20,000	0	0	0	0	151	1,500	1,651	7.1	2,847	55	10.9
30,000	163	163	300	0	151	1,500	1,951	5.9	1,951	38	5.9
35,000	648	193	1,300	760	151	1,500	2,646	7.3	2,646	51	7.3
40,000	742	742	2,300	1,760	151	1,500	2,191	5.4	2,191	42	5.4
45,000	966	966	3,300	2,760	151	1,500	2,191	5.0	2,191	42	5.0
50,000	1,076	1,076	4,300	3,760	151	1,500	2,191	4.6	2,191	42	4.6
60,000	1,716	1,296	6,564	5,760	151	1,500	2,875	5.2	2,875	55	5.2
70,000	1,994	2,006	10,764	9,080	151	1,500	3,324	5.5	3,324	64	5.5
80,000	2,227	2,248	14,964	13,280	151	1,500	3,314	5.0	3,314	64	5.0
100,000	2,692	2,713	23,364	21,680	151	1,500	3,314	4.3	3,314	64	4.3
120,000	3,156	3,178	31,764	30,080	151	1,500	3,314	3.7	3,314	64	3.7
140,000	3,578	3,621	40,164	38,480	151	1,500	3,293	3.3	3,293	63	3.3

Variations can arise due to rounding

This example assumes that the joint income is divided 65% and 35% between spouses.

(a) Value during 2006 of the increase in Child Benefit (CB) made in the Budget, which is effective from April, 2006 (i.e. assuming 9 months of CB increase).

(b) Payment of ECS effective from the second quarter of 2006

(c) Net income includes CB and ECS less deductions of tax, levy and PRSI (where appropriate) and so may be higher than the gross income.

(d) The last three columns show the total gain where Family Income Supplement (FIS) is taken up in both years. The gain includes the value during 2006 of the improvement in FIS made in this Budget which takes effect from January, 2006.

(e) Gains per week are based on a 52 week year

(f) Net income includes CB, ECS and FIS (where relevant) less deductions of tax, levy and PRSI (where appropriate) and so may be higher than the gross income.

EXAMPLE 8

Single person taxed under PAYE
Modified rate PRSI contributor

Gross Income	PRSI/Levy Liability		Tax Liability		Total Gain (Per Year)	Total Gain (Per Week) (a)	Gain as % of Net Income
	Existing	Proposed	Existing	Proposed			
€	€	€	€	€	€	€	%
15,000	123	0	150	0	273	5	1.9
16,000	132	132	350	80	270	5	1.7
18,000	150	150	750	480	270	5	1.6
20,000	168	168	1,150	880	270	5	1.4
22,000	626	186	1,550	1,280	710	14	3.6
30,000	858	858	3,282	2,880	402	8	1.6
35,000	1,003	1,003	5,382	4,540	842	16	2.9
40,000	1,148	1,148	7,482	6,640	842	16	2.7
45,000	1,285	1,293	9,582	8,740	835	16	2.4
50,000	1,387	1,408	11,682	10,840	821	16	2.2
60,000	1,588	1,610	15,882	15,040	821	16	1.9
80,000	1,991	2,012	24,282	23,440	821	16	1.5
100,000	2,392	2,414	32,682	31,840	821	16	1.3
120,000	2,793	2,814	41,082	40,240	820	16	1.1

Variations can arise due to rounding

(a) Gains per week are based on a 52 week year

EXAMPLE 9

Married couple, one income, no children

Taxed under Schedule D

Gross Income	PRSI/Levy Liability		Tax Liability		Total Gain (per Year)	Total Gain (per Week) (a)	Gain as % of Net Income
	Existing	Proposed	Existing	Proposed			
€	€	€	€	€	€	€	%
15,000	450	450	0	0	0	0	0.0
20,000	600	600	840	740	100	2	0.5
22,000	1,100	660	1,240	1,140	540	10	2.7
30,000	1,500	1,500	2,840	2,740	100	2	0.4
35,000	1,750	1,750	3,840	3,740	100	2	0.3
40,000	2,000	2,000	5,192	4,740	452	9	1.4
45,000	2,250	2,250	7,292	6,620	672	13	1.9
50,000	2,500	2,500	9,392	8,720	672	13	1.8
60,000	3,000	3,000	13,592	12,920	672	13	1.5
80,000	4,000	4,000	21,992	21,320	672	13	1.2
100,000	5,000	5,000	30,392	29,720	672	13	1.0
120,000	6,000	6,000	38,792	38,120	672	13	0.9

Variations can arise due to rounding.

(a) Gains per week are based on a 52 week year

EXAMPLE 10

Married couple, one income, two children (under the age of 6)

Taxed under Schedule D

Gross Income	PRSI/Levy Liability		Tax Liability		Child Benefit Increase (a)	Early Childcare Supplement (b)	Total Gain (Per Year)	Total Gain (Per Week) (c)	Gain as % of Net Income (d)
	Existing	Proposed	Existing	Proposed					
€	€	€	€	€	€	€	€		%
15,000	450	450	0	0	151	1,500	1,651	32	9.2
22,000	1,100	660	470	370	151	1,500	2,191	42	9.2
25,000	1,250	1,250	1,070	970	151	1,500	1,751	34	6.7
30,000	1,500	1,500	2,070	1,970	151	1,500	1,751	34	5.9
35,000	1,750	1,750	3,070	2,970	151	1,500	1,751	34	5.2
40,000	2,000	2,000	4,422	3,970	151	1,500	2,103	40	5.7
45,000	2,250	2,250	6,522	5,850	151	1,500	2,323	45	5.9
50,000	2,500	2,500	8,622	7,950	151	1,500	2,323	45	5.5
60,000	3,000	3,000	12,822	12,150	151	1,500	2,323	45	4.9
80,000	4,000	4,000	21,222	20,550	151	1,500	2,323	45	4.0
100,000	5,000	5,000	29,622	28,950	151	1,500	2,323	45	3.4
120,000	6,000	6,000	38,022	37,350	151	1,500	2,323	45	2.9

Variations can arise due to rounding.

(a) Value during 2006 of the increase in Child Benefit (CB) made in the Budget, which is effective from April, 2006

(i.e. assuming 9 months of CB increase).

(b) Payment of ECS effective from the second quarter of 2006

(c) Gains per week are based on a 52 week year

(d) Net income includes CB and ECS less deductions of tax, levy and PRSI (where appropriate) and so may be higher than the gross income.

EXAMPLE 11

Married couple, two incomes, two children (under the age of 6)
Taxed under Schedule D

Gross Income	PRSI/Levy Liability		Tax Liability		Child Benefit Increase (a)	Early Childcare Supplement (b)	Total Gain (Per Year)	Total Gain (Per Week)(c)	Gain as % of Net Income (d)
	Existing	Proposed	Existing	Proposed					
€	€	€	€	€	€	€	€	€	%
20,000	643	643	840	740	151	1,500	1,751	34	8.0
30,000	900	900	2,840	2,740	151	1,500	1,751	34	5.9
35,000	1,505	1,050	3,840	3,740	151	1,500	2,206	42	6.7
40,000	1,720	1,720	4,840	4,740	151	1,500	1,751	34	4.8
45,000	1,935	1,935	5,840	5,740	151	1,500	1,751	34	4.3
50,000	2,150	2,150	6,840	6,740	151	1,500	1,751	34	3.9
60,000	3,000	2,580	9,104	8,740	151	1,500	2,435	47	4.8
70,000	3,500	3,500	13,304	12,060	151	1,500	2,895	56	5.1
80,000	4,000	4,000	17,504	16,260	151	1,500	2,895	56	4.7
100,000	5,000	5,000	25,904	24,660	151	1,500	2,895	56	4.0
120,000	6,000	6,000	34,304	33,060	151	1,500	2,895	56	3.5
140,000	7,000	7,000	42,704	41,460	151	1,500	2,895	56	3.1

Variations can arise due to rounding.

This example assumes that the joint income is divided 65% and 35% between spouses.

(a) Value during 2006 of the increase in Child Benefit (CB) made in the Budget, which is effective from April, 2006

(i.e. assuming 9 months of CB increase).

(b) Payment of ECS effective from the second quarter of 2006

(c) Gains per week is based on a 52 week year

(d) Net income includes CB and ECS less deductions of tax, levy and PRSI (where appropriate) and so may be higher than the gross income.

EXAMPLE 12
Single person
Taxed under Schedule D

Gross Income	PRSI/Levy Liability		Tax Liability		Total Gain (Per Year)	Total Gain (per Week) (a)	Gain as % of Net Income
	Existing	Proposed	Existing	Proposed			
€	€	€	€	€	€	€	%
15,000	450	450	1,420	1,370	50	1	0.4
16,000	480	480	1,620	1,570	50	1	0.4
18,000	540	540	2,020	1,970	50	1	0.3
20,000	600	600	2,420	2,370	50	1	0.3
22,000	1,100	660	2,820	2,770	490	9	2.7
30,000	1,500	1,500	4,552	4,370	182	4	0.8
35,000	1,750	1,750	6,652	6,030	622	12	2.3
40,000	2,000	2,000	8,752	8,130	622	12	2.1
45,000	2,250	2,250	10,852	10,230	622	12	1.9
50,000	2,500	2,500	12,952	12,330	622	12	1.8
60,000	3,000	3,000	17,152	16,530	622	12	1.6
80,000	4,000	4,000	25,552	24,930	622	12	1.2
100,000	5,000	5,000	33,952	33,330	622	12	1.0
120,000	6,000	6,000	42,352	41,730	622	12	0.9

Variations can arise due to rounding

(a) Gains per week are based on a 52 week year