

(i) DETAILS OF MAIN INCOME TAX CHANGES
(Including Health Levy and PRSI changes)

	Existing	Proposed	Increase
Tax Credits	€	€	€
Employee Credit	1,490	1,760	270
Single Persons	1,630	1,760	130
Married Persons	3,260	3,520	260
Additional One-Parent Family Credit	1,630	1,760	130

	Existing	Proposed	Increase
Standard Rate Tax Bands(1)	€	€	€
Single/Widowed Persons	32,000	34,000	2,000
Married Couples One Income	41,000	43,000	2,000
Married Couples Two Income	64,000	68,000	4,000
One Parent/Widowed Parent	36,000	38,000	2,000

(1) The tax band of €68,000 available to married couples with two incomes in 2007 is transferable between spouses up to a maximum of €43,000 per spouse

	Existing	Proposed	Reduction
Rate	%	%	%
Higher Rate	42	41	-1

	Existing	Proposed	Increase
Exemption Limits	€	€	€
65 years and over			
Single/Widowed	17,000	19,000	2,000
Married	34,000	38,000	4,000

	Existing	Proposed	Increase
Other credits	€	€	€
Incapacitated child tax credit	1,500	3,000	1,500
Blind persons tax credit:			
Single	1,500	1,760	260
Married (both blind)	3,000	3,520	520
Additional credit for widowed persons	500	550	50
Widowed parent tax credit:			
Year 1	3,100	3,750	650
Year 2	2,600	3,250	650
Year 3	2,100	2,750	650
Year 4	1,600	2,250	650
Year 5	1,100	1,750	650
Age Credit:			
Single	250	275	25
Married	500	550	50

	Existing	Proposed	Increase
Health Levy			
Health Levy threshold			
-Weekly	€440	€480	€40
-Annual	€22,880	€24,960	€2,080
Health Levy higher rate (income over €1,925 per week (€100,100 per year))	2%	2.50%	0.50%

	Existing	Proposed	Increase
PRSI	€	€	€
PRSI Threshold (weekly)	300	339	39
PRSI Ceiling(2))	46,600	48,800	2,200

(2) Change already published in Abridged Estimates Volume for 2007