

(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 Liability		Levy Liability		Tax Liability		Total Gain (Per Year)	Total Gain (a) (Per Week)	Gain as % of Net Income
	Existing	Proposed	Existing	Proposed	Existing	Proposed			
€	€	€	€	€	€	€	€	€	%
18,000	456	0	0	0	0	0	456	9	2.6
26,000	776	776	520	0	0	0	520	10	2.1
30,000	936	936	600	600	720	510	210	4	0.8
35,000	1,136	1,136	700	700	1,720	1,510	210	4	0.7
40,000	1,336	1,336	800	800	2,720	2,510	210	4	0.6
45,000	1,536	1,536	900	900	4,140	3,636	504	10	1.3
55,000	1,713	1,784	1,100	1,100	8,240	7,736	433	8	1.0
65,000	1,752	1,820	1,300	1,300	12,340	11,836	436	8	0.9
75,000	1,779	1,845	1,500	1,500	16,440	15,936	438	8	0.8
100,000	1,820	1,891	2,000	2,000	26,690	26,186	433	8	0.6
120,000	1,840	1,916	2,500	2,500	34,890	34,386	428	8	0.5
140,000	1,855	1,931	3,000	3,000	43,090	42,586	428	8	0.5

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 six) taxed under PAYE
Full rate PRSI contributor

GROSS INCOME	PRSI Liability		Levy Liability		Tax Liability		Child Benefit Increase (a)	ECS Increase	Total Gain	Gain as % of Net Income (b)	Total Gain where FIS applies (c) (Per Year)	Total Gain where FIS applies (d) (Per Week)	Gain including as % of Net
	Existing	Proposed	Existing	Proposed	Existing	Proposed							
€	€	€	€	€	€	€	€	€	€	%	€	€	%
18,000	456	0	0	0	0	0	108	200	764	3.3	1,128	22	3.8
26,000	776	776	520	0	0	0	108	200	828	2.7	1,140	22	3.5
30,000	936	936	600	600	0	0	108	200	308	0.9	308	6	0.9
35,000	1,136	1,136	700	700	950	610	108	200	648	1.7	648	12	1.7
40,000	1,336	1,336	800	800	1,950	1,610	108	200	648	1.6	648	12	1.6
45,000	1,536	1,536	900	900	3,370	2,736	108	200	942	2.1	942	18	2.1
55,000	1,713	1,784	1,100	1,100	7,470	6,836	108	200	871	1.7	871	17	1.7
65,000	1,752	1,820	1,300	1,300	11,570	10,936	108	200	874	1.6	874	17	1.6
75,000	1,779	1,845	1,500	1,500	15,670	15,036	108	200	876	1.4	876	17	1.4
100,000	1,820	1,891	2,000	2,000	25,920	25,286	108	200	871	1.1	871	17	1.1
120,000	1,840	1,916	2,500	2,500	34,120	33,486	108	200	866	1.0	866	17	1.0
140,000	1,855	1,931	3,000	3,000	42,320	41,686	108	200	866	0.9	866	17	0.9

Variations can arise due to rounding

(a) Value during 2008 of the increase in Child Benefit (CB) made in the Budget, which is effective from April, 2008 (i.e. assuming 9 months of CB increase).

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

(c) 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 2008 of the improvement in FIS made in this Budget which takes effect from January, 2008.

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

(e) 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 six) taxed under PAYE

Full rate PRSI contributors

GROSS INCOME	PRSI Liability		Levy Liability		Tax Liability		Child Benefit Increase (a)	ECS Increase	Total Gain	Gain as % of Net Income (b)	Total Gain where FIS applies (c) (Per Year)	Total Gain where FIS applies (d) (Per Week)	Gain including FIS as % of Net Income (e)
	Existing	Proposed	Existing	Proposed	Existing	Proposed							
€	€	€	€	€	€	€	€	€	€	%	€	€	%
18,000	0	0	0	0	0	0	108	200	308	1.3	932	18	3.1
26,000	0	0	0	0	0	0	108	200	308	1.0	932	18	2.8
30,000	516	516	0	0	0	0	108	200	308	0.9	1,348	26	3.8
35,000	646	646	0	0	0	0	108	200	308	0.8	308	6	0.8
40,000	776	776	520	0	960	680	108	200	1,108	2.5	1,108	21	2.5
45,000	906	906	585	585	1,960	1,680	108	200	588	1.2	588	11	1.2
55,000	1,672	1,672	715	715	3,960	3,680	108	200	588	1.1	588	11	1.1
65,000	2,072	2,072	845	845	5,960	5,680	108	200	588	0.9	588	11	0.9
75,000	2,472	2,472	1,500	1,500	9,430	8,594	108	200	1,145	1.7	1,145	22	1.7
100,000	2,888	2,956	2,000	2,000	19,680	18,812	108	200	1,108	1.4	1,108	21	1.4
120,000	3,200	3,271	2,400	2,400	27,880	27,012	108	200	1,105	1.2	1,105	21	1.2
140,000	3,498	3,577	2,800	2,800	36,080	35,212	108	200	1,097	1.1	1,097	21	1.1

Variations can arise due to rounding

(a) Value during 2008 of the increase in Child Benefit (CB) made in the Budget, which is effective from April, 2008 (i.e. assuming 9 months of CB increase).

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

(c) 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 2008 of the improvement in FIS made in this Budget which takes effect from January, 2008.

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

(e) 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 Liability		Levy Liability		Tax Liability		Total Gain (Per Year)	Total Gain (a) (Per Week)	Gain as % of Net Income
	Existing	Proposed	Existing	Proposed	Existing	Proposed			
€	€	€	€	€	€	€	€	€	%
18,000	456	0	0	0	80	0	536	10	3.1
26,000	776	776	520	0	1,680	1,540	660	13	2.9
30,000	936	936	600	600	2,480	2,340	140	3	0.5
35,000	1,136	1,136	700	700	3,690	3,340	350	7	1.2
40,000	1,336	1,336	800	800	5,740	5,306	434	8	1.4
45,000	1,536	1,536	900	900	7,790	7,356	434	8	1.2
55,000	1,713	1,784	1,100	1,100	11,890	11,456	363	7	0.9
65,000	1,752	1,820	1,300	1,300	15,990	15,556	366	7	0.8
75,000	1,779	1,845	1,500	1,500	20,090	19,656	368	7	0.7
100,000	1,820	1,891	2,000	2,000	30,340	29,906	363	7	0.6
120,000	1,840	1,916	2,500	2,500	38,540	38,106	358	7	0.5
140,000	1,855	1,931	3,000	3,000	46,740	46,306	358	7	0.4

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 Liability		Levy Liability		Tax Liability		Total Gain (Per Year)	Total Gain (a) (Per Week)	Gain as % of Net Income
	Existing	Proposed	Existing	Proposed	Existing	Proposed			
€	€	€	€	€	€	€	€	€	%
18,000	150	0	0	0	0	0	150	3	0.8
26,000	222	222	520	0	0	0	520	10	2.1
30,000	258	258	600	600	720	510	210	4	0.7
35,000	303	303	700	700	1,720	1,510	210	4	0.7
40,000	348	348	800	800	2,720	2,510	210	4	0.6
45,000	393	393	900	900	4,140	3,636	504	10	1.3
55,000	428	445	1,100	1,100	8,240	7,736	487	9	1.1
65,000	430	447	1,300	1,300	12,340	11,836	487	9	1.0
75,000	431	448	1,500	1,500	16,440	15,936	487	9	0.9
100,000	433	450	2,000	2,000	26,690	26,186	487	9	0.7
120,000	434	451	2,500	2,500	34,890	34,386	487	9	0.6
140,000	435	452	3,000	3,000	43,090	42,586	487	9	0.5

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 Liability		Levy Liability		Tax Liability		Child Benefit Increase (a)	ECS Increase	Total Gain	Gain as % of Net Income (b)	Total Gain where FIS applies (c) (Per Year)	Total Gain where FIS applies (d) (Per Week)	Gain including FIS as % of Net Income (e)
	Existing	Proposed	Existing	Proposed	Existing	Proposed							
€	€	€	€	€	€	€	€	€	€	%	€	€	%
18,000	150	0	0	0	0	0	108	200	458	1.9	978	19	3.2
26,000	222	222	520	0	0	0	108	200	828	2.7	1,140	22	3.4
30,000	258	258	600	600	0	0	108	200	308	0.9	1,348	26	3.9
35,000	303	303	700	700	950	610	108	200	648	1.7	648	12	1.7
40,000	348	348	800	800	1,950	1,610	108	200	648	1.5	648	12	1.5
45,000	393	393	900	900	3,370	2,736	108	200	942	2.0	942	18	2.0
55,000	428	445	1,100	1,100	7,470	6,836	108	200	925	1.8	925	18	1.8
65,000	430	447	1,300	1,300	11,570	10,936	108	200	925	1.6	925	18	1.6
75,000	431	448	1,500	1,500	15,670	15,036	108	200	925	1.5	925	18	1.5
100,000	433	450	2,000	2,000	25,920	25,286	108	200	925	1.2	925	18	1.2
120,000	434	451	2,500	2,500	34,120	33,486	108	200	925	1.0	925	18	1.0
140,000	435	452	3,000	3,000	42,320	41,686	108	200	925	0.9	925	18	0.9

Variations can arise due to rounding

(a) Value during 2008 of the increase in Child Benefit (CB) made in the Budget, which is effective from April, 2008 (i.e. assuming 9 months of CB increase).

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

(c) 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 2008 of the improvement in FIS made in this Budget which takes effect from January, 2008.

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

(e) 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 Liability		Levy Liability		Tax Liability		Child Benefit Increase (a)	ECS Increase	Total Gain	Gain as % of Net Income (b)	Total Gain where FIS applies (c) (Per Year)	Total Gain where FIS applies (d) (Per Week)	Gain including FIS as % of Net Income (e)
	Existing	Proposed	Existing	Proposed	Existing	Proposed							
€	€	€	€	€	€	€	€	€	€	%	€	€	%
18,000	0	0	0	0	0	0	108	200	308	1.4	932	18	3.1
26,000	0	0	0	0	0	0	108	200	308	1.0	932	18	2.8
30,000	163	163	0	0	0	0	108	200	308	0.9	308	6	0.9
35,000	193	193	0	0	0	0	108	200	308	0.8	308	6	0.8
40,000	222	222	520	0	960	680	108	200	1,108	2.6	1,108	21	2.5
45,000	251	251	585	585	1,960	1,680	108	200	588	1.3	588	11	1.2
55,000	471	471	715	715	3,960	3,680	108	200	588	1.1	588	11	1.1
65,000	561	561	845	845	5,960	5,680	108	200	588	1.0	588	11	0.9
75,000	651	651	1,500	1,500	9,430	8,594	108	200	1,145	1.7	1,145	22	1.7
100,000	733	750	2,000	2,000	19,680	18,812	108	200	1,159	1.4	1,159	22	1.4
120,000	797	814	2,400	2,400	27,880	27,012	108	200	1,159	1.3	1,159	22	1.2
140,000	860	878	2,800	2,800	36,080	35,212	108	200	1,157	1.1	1,157	22	1.1

Variations can arise due to rounding

(a) Value during 2008 of the increase in Child Benefit (CB) made in the Budget, which is effective from April, 2008 (i.e. assuming 9 months of CB increase).

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

(c) 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 2008 of the improvement in FIS made in this Budget which takes effect from January, 2008.

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

(e) 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 Liability		Levy Liability		Tax Liability		Total Gain (Per Year)	Total Gain (a) (Per Week)	Gain as % of Net Income
	Existing	Proposed	Existing	Proposed	Existing	Proposed			
€	€	€	€	€	€	€	€	€	%
18,000	150	0	0	0	80	0	230	4	1.3
26,000	222	222	520	0	1,680	1,540	660	13	2.8
30,000	258	258	600	600	2,480	2,340	140	3	0.5
35,000	303	303	700	700	3,690	3,340	350	7	1.2
40,000	348	348	800	800	5,740	5,306	434	8	1.3
45,000	393	393	900	900	7,790	7,356	434	8	1.2
55,000	428	445	1,100	1,100	11,890	11,456	417	8	1.0
65,000	430	447	1,300	1,300	15,990	15,556	417	8	0.9
75,000	431	448	1,500	1,500	20,090	19,656	417	8	0.8
100,000	433	450	2,000	2,000	30,340	29,906	417	8	0.6
120,000	434	451	2,500	2,500	38,540	38,106	417	8	0.5
140,000	435	452	3,000	3,000	46,740	46,306	417	8	0.5

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 Liability		Levy Liability		Tax Liability		Total Gain (Per Year)	Total Gain (a) (Per Week)	Gain as % of Net Income
	Existing	Proposed	Existing	Proposed	Existing	Proposed			
€	€	€	€	€	€	€	€	€	%
18,000	540	540	0	0	80	0	80	2	0.5
26,000	780	780	520	0	1,680	1,540	660	13	2.9
30,000	900	900	600	600	2,480	2,340	140	3	0.5
35,000	1,050	1,050	700	700	3,480	3,340	140	3	0.5
40,000	1,200	1,200	800	800	4,480	4,340	140	3	0.4
45,000	1,350	1,350	900	900	5,900	5,466	434	8	1.2
55,000	1,650	1,650	1,100	1,100	10,000	9,566	434	8	1.0
65,000	1,950	1,950	1,300	1,300	14,100	13,666	434	8	0.9
75,000	2,250	2,250	1,500	1,500	18,200	17,766	434	8	0.8
100,000	3,000	3,000	2,000	2,000	28,450	28,016	434	8	0.7
120,000	3,600	3,600	2,500	2,500	36,650	36,216	434	8	0.6
140,000	4,200	4,200	3,000	3,000	44,850	44,416	434	8	0.5

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 Liability		Levy Liability		Tax Liability		Child Benefit Increase (a)	ECS Increase	Total Gain (Per Year)	Total Gain (b) (Per Week)	Gain as % of Net Income (c)
	Existing	Proposed	Existing	Proposed	Existing	Proposed					
€	€	€	€	€	€	€	€	€	€	€	%
18,000	540	540	0	0	0	0	108	200	308	6	1.3
26,000	780	780	520	0	910	640	108	200	1,098	21	3.7
30,000	900	900	600	600	1,710	1,440	108	200	578	11	1.8
35,000	1,050	1,050	700	700	2,710	2,440	108	200	578	11	1.6
40,000	1,200	1,200	800	800	3,710	3,440	108	200	578	11	1.4
45,000	1,350	1,350	900	900	5,130	4,566	108	200	872	17	2.0
55,000	1,650	1,650	1,100	1,100	9,230	8,666	108	200	872	17	1.8
65,000	1,950	1,950	1,300	1,300	13,330	12,766	108	200	872	17	1.6
75,000	2,250	2,250	1,500	1,500	17,430	16,866	108	200	872	17	1.5
100,000	3,000	3,000	2,000	2,000	27,680	27,116	108	200	872	17	1.2
120,000	3,600	3,600	2,500	2,500	35,880	35,316	108	200	872	17	1.0
140,000	4,200	4,200	3,000	3,000	44,080	43,516	108	200	872	17	0.9

Variations can arise due to rounding

(a) Value during 2008 of the increase in Child Benefit (CB) made in the Budget, which is effective from April, 2008 (i.e. assuming 9 months of CB increase).

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

(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.

EXAMPLE 11

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

GROSS INCOME	PRSI Liability		Levy Liability		Tax Liability		Child Benefit Increase (a)	ECS Increase	Total Gain (Per Year)	Total Gain (b) (Per week)	Gain as % of Net Income (c)
	Existing	Proposed	Existing	Proposed	Existing	Proposed					
€	€	€	€	€	€	€	€	€	€	€	%
18,000	604	604	0	0	80	0	108	200	388	7	1.7
26,000	780	780	0	0	1,680	1,540	108	200	448	9	1.5
30,000	900	900	0	0	2,480	2,340	108	200	448	9	1.4
35,000	1,050	1,050	0	0	3,480	3,340	108	200	448	9	1.2
40,000	1,200	1,200	520	0	4,480	4,340	108	200	968	19	2.4
45,000	1,350	1,350	585	585	5,480	5,340	108	200	448	9	1.0
55,000	1,650	1,650	715	715	7,480	7,340	108	200	448	9	0.9
65,000	1,950	1,950	845	845	9,480	9,340	108	200	448	9	0.8
75,000	2,250	2,250	1,500	1,500	12,950	12,254	108	200	1,005	19	1.6
100,000	3,000	3,000	2,000	2,000	23,200	22,472	108	200	1,036	20	1.3
120,000	3,600	3,600	2,400	2,400	31,400	30,672	108	200	1,036	20	1.2
140,000	4,200	4,200	2,800	2,800	39,600	38,872	108	200	1,036	20	1.0

Variations can arise due to rounding

(a) Value during 2008 of the increase in Child Benefit (CB) made in the Budget, which is effective from April, 2008 (i.e. assuming 9 months of CB increase).

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

(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.

EXAMPLE 12

Single person

Taxed under Schedule D

GROSS INCOME	PRSI Liability		Levy Liability		Tax Liability		Total Gain (Per Year)	Total Gain (a) (Per Week)	Gain as % of Net Income
	Existing	Proposed	Existing	Proposed	Existing	Proposed			
€	€	€	€	€	€	€	€	€	%
18,000	540	540	0	0	1,840	1,770	70	1	0.4
26,000	780	780	520	0	3,440	3,370	590	11	2.8
30,000	900	900	600	600	4,240	4,170	70	1	0.3
35,000	1,050	1,050	700	700	5,450	5,170	280	5	1.0
40,000	1,200	1,200	800	800	7,500	7,136	364	7	1.2
65,000	1,950	1,950	1,300	1,300	17,750	17,386	364	7	0.8
75,000	2,250	2,250	1,500	1,500	21,850	21,486	364	7	0.7
100,000	3,000	3,000	2,000	2,000	32,100	31,736	364	7	0.6
120,000	3,600	3,600	2,500	2,500	40,300	39,936	364	7	0.5
140,000	4,200	4,200	3,000	3,000	48,500	48,136	364	7	0.4

Variations can arise due to rounding

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