



Budget 2018:
Tax Rates & Credits

**BYRNE
WALLACE**
TAX ADVISORS

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LAW FIRM

BUDGET 2018: TAX RATES & CREDITS COMPARISON

Personal Income Tax Rates and Bands	2017		2018	
	20%	40%	20%	40%
Single, widowed or surviving civil partner (no dependent children)	€33,800	Balance	€33,800	Balance
Single ¹ , widowed or surviving civil partner (dependent children)	€37,800	Balance	€37,800	Balance
Married couple or civil partnership (one income)	€42,800	Balance	€42,800	Balance
Married couple or civil partnership (both with incomes)	€42,800 ² with an increase of up to €24,800 maximum	Balance	€42,800 ³ with an increase of up to €24,800 maximum	Balance

Personal Tax Credits	2017	2018
Single person (no dependent children)	€1,650	€1,650
Single person child carer credit ⁴	€3,300	€3,300
Married couple or civil partnership	€3,300	€3,300
Employee (PAYE) credit	€1,650	€1,650
Earned income credit	€950	€950
Home carer credit	€1,100	€1,100

PRSI (Employee Rates)	2017		2018	
	Employee	Employer	Employee	Employer
Where income does not exceed €376 per week	4%	10.75%	4%	10.75%
Where income exceeds €376 per week	4%	8.5%	4%	8.5%

PRSI (Self-Employed Rate)	2017	2018
All income	4% (subject to minimum contribution of €500)	4% (subject to minimum contribution of €500)

Universal Social Charge ⁵	2017	2018
€0 - €12,012	0.5%	0.5%
€12,013 - €18,772	2.5%	2.5%
€18,772 - €70,044	5%	5%
PAYE income in excess of €70,044	8%	8%
Self-employed income €70,045 - €100,000	8%	8%
Self-employed income in excess of €100,000	11%	11%

1. This rate is available for the principal carer of the child only
2. The increase in the standard rate tax band is restricted to the lower of (i) €24,800 or (ii) the amount of the income of the spouse/civil partner with the lower income
3. The increase in the standard rate tax band is restricted to the lower of (i) €24,800 or (ii) the amount of the income of the spouse/civil partner with the lower income
4. This credit is available for principal carer of the child only
5. Individuals with total income up to €13,000 are not subject to the Universal Social Charge

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Capital Acquisitions Tax (CAT) Rate, Thresholds and Exemption	2017	2018
CAT rate	33%	33%
Group A threshold	€310,000	€310,000
Group B threshold	€30,150	€30,150
Group C threshold	€15,075	€15,075
Small gift exemption	€3,000	€3,000

Capital Gains Tax (CGT) Rate, Relief and Exemption	2017	2018
CGT rate	33%	33%
Entrepreneurs Relief ⁶	10%	10%
Annual exemption	€1,270	€1,270

Deposit Interest Retention Tax Rate	2017	2018
Deposit Interest Retention Tax (DIRT)	39%	39%

Corporation Tax Rates	2017	2018
Trading income	12.5%	12.5%
All other income	25%	25%
Knowledge Development Box	6.25%	6.25%

Research and Development Tax Credit	2017	2018
Research and Development Tax Credit	25%	25%

Value Added Tax (VAT) Rates	2017	2018
Standard rate	23%	23%
Lower rate ⁷	13.5%	13.5%
Second lower rate ⁸	9%	9%

Local Property Tax Rates	2017		2018	
Market value up to €1million	0.18%		0.18%	
Market value in excess of €1million	0.18% up to €1 million	0.25% on balance	0.18% up to €1 million	0.25% on balance

Stamp Duty Rates	2017		2018	
Transfer of certain stocks and shares	1%		1%	
Non-residential property	2%		2%	
Residential property	1% on consideration	2% on balance	2% on consideration	2% on balance

6. Subject to certain conditions and lifetime limit of €1million chargeable gains

7. Applicable to certain supplies including land and buildings, building services, heating fuel, electricity and waste disposal services)

8. Applicable to certain supplies including tourism and hospitality services, certain printed matter

Meet the Team



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