

TAX RATES AND CREDITS 2021

Income Tax Rates		
Standard	20%	
Higher	40%	
Personal Income Tax Rate Bands		
	At 20%, first	At 40 %
Single person	€ 35,300	Balance
Married couple/civil partnership (one income)	€ 44,300	Balance
Married couple/civil partnership (two incomes)	€ 70,600	Balance
One parent/widowed parent	€ 39,300	Balance
Personal Tax Credits		
Single person	€ 1,650	
Married couple/civil partnership	€ 3,300	
Single person child carer credit	€ 1,650	
Additional credit for certain widowed persons /surviving civil partner	€ 1,650	
Employee Tax Credit	€ 1,650	
Earned Income Credit	€ 1,650	
Applies to self-employed income and certain PAYE employments not subject to the PAYE credit		
Home Carer Tax Credit	€ 1,600	
Universal Social Charge		
Income Exemption Threshold	€ 13,000	
€0 to €12,012	0.5%	
€12,013 to €20,687	2%	
€20,688 to €70,044	4.5%	
Over €70,044	8%	
Over €100,000 (self-assessed income only)	11%	
PRSI		
Class A - most employed people		
Employer €399 per week or more	11.05%	
Employer less than €399 per week	8.8%	
Employee €352 per week or more	4%	
Tapered relief on income up to €424 per week		
Class S1 - self-employed and proprietary directors	4%	
Tax Relief For Pensions		
- Tax relief for pensions remains at the marginal income tax rate		
- The Defined Benefit pension valuation factor is an age related factor that will vary with the individual's age at the point at which the pension rights are drawn down		
- Except where a Personal Fund Threshold applies, the Standard Fund Threshold is €2M		
Corporate Tax Rates		
Standard rate	12.5%	
Knowledge Development Box rate	6.25%	
Land (not fully developed) and non-trading income rate	25%	
Exit tax	12.5%	
Applies to unrealised gains arising where a company migrates or transfers assets offshore, such that they leave the scope of Irish taxation		
Capital Gains Tax		
Capital gains tax (CGT)	33%	
CGT Entrepreneur Relief (up to a limit of €1 million)	10%	
Annual exemption	€1,270	

Capital Acquisitions Tax

Rate	33%
Tax fee thresholds	
Group A (Parent to child)	€ 335,000
Group B (Other blood relative)	€ 32,500
Group C (Anybody else)	€ 16,250

Value Added Tax

Standard	23%
Reduced: land and buildings, building services, heating, electricity etc	13.5%
Hospitality and tourism*, newspapers, electronically supplied publications and sporting facilities	9%
*from 1 November 2020 to 31 December 2021	
Flat rate for unregistered farmers	5.6%

Stamp Duty

Certain stocks and shares	1%
Private residential property: value up to €1M	1%
Private residential property: any excess over €1M	2%
Non-residential property	7.5%

Help To Buy Scheme

Income tax rebate, capped at €30,000, for first time buyers of a principal private residence. The relief is 10% of the house value (capped at €400,000). No relief for houses valued greater than €500,000. Claimants must take out a mortgage of at least 70% of the purchase price. The scheme only applies to new builds, self builds or a converted building not previously used as a dwelling and not to second hand properties. The scheme is in place until 31 December 2021.

Local Property Tax

Market value less than €1M 0.18%

- Market Value less than €100,000 - calculated on 0.18% of €50,000. Market Value €100,000 - €1M assessed at mid-point of €50,000 band (i.e., property valued between €150,001 and €200,000, assessed on 0.18% of €175,000).
- Applies to residential (not commercial) properties. Exemptions for houses in certain unfinished estates and newly constructed but unsold property.
- Certain payment deferral options may be available for low income households
- From 2015 onwards, local authorities can vary the basic LPT rates on residential properties in their administrative areas. These rates can be increased or decreased by up to 15%
- LPT liability for 2021 will continue to be based on the value of the property as of 1 May 2013. Revaluation for LPT has been deferred to 1 November 2021

Market value greater than €1M

First €1M	0.18%
Balance	0.25%

Dividend Withholding Tax

Rate 25%

The modified DWT regime which was to be introduced from 1 January 2021 has been deferred. Under the modified regime it is proposed to use real-time data collected under the modernised PAYE system to apply a personalised rate of DWT to each individual taxpayer.

Deposit Interest Retention Tax

Standard rate	33%
Exit taxes on financial products rate	41%



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