

Tax Rates and Credits 2022

Personal income tax rates (changed)		
	At 20%, first	At 40%
Single person (increased)	€36,800	Balance
Married couple/civil partnership (one income) (increased)	€45,800	Balance
Married couple/civil partnership (two incomes) (increased)*	€73,600	Balance
One parent/widowed parent/surviving civil partner (increased)	€40,800	Balance

* €45,800 with an increase of €27,800 maximum

Personal tax credits (changed)	
Single person (increased)	€1,700
Married couple/civil partnership (increased)	€3,400
Single person child carer credit	€1,650
Additional credit for certain widowed persons/surviving civil partner	€1,650
Employee credit (increased)	€1,700
Earned income credit (increased)*	€1,700
Home carer credit	€1,600

* Applies to self employed income and certain PAYE employments not subject to the PAYE credit

Capital gains tax (unchanged)	
Rate	33%
Entrepreneur relief (reduced rate)*	10%
Annual exemption	€1,270

* Relief remains capped at lifetime limit of €1m chargeable gains

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. 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 has been extended until 31 December 2022.

Local Property Tax (varying rates) (changed) based on the following bands:	
Bands €	Charge
1 - 200,000	€90
200,000 - 262,500	€225
262,501 - 350,000	€315
350,001 - 437,500	€405
437,501 - 525,000	€495
525,001 - 612,500	€585
612,501 - 700,000	€675
700,001 - 787,500	€765
787,501 - 875,000	€855
875,001 - 962,500	€945
962,501 - 1,050,000	€1,035
1,050,001 - 1,137,500	€1,189
1,137,501 - 1,225,000	€1,408
1,225,001 - 1,312,500	€1,627
1,312,501 - 1,400,000	€1,846
1,400,001 - 1,487,500	€2,064
1,487,501 - 1,575,000	€2,283
1,575,001 - 1,662,500	€2,502
1,662,501 - 1,750,000	€2,721
1,750,000 +	€2,721, +0.3% on value over €1.75m

- Next valuation date for LPT purposes is 1 November 2021 and will determine the LPT to be paid for 2022 - 2025.
- Applies to residential (not commercial) properties.
- Applies to new homes constructed on or before the new valuation date of 1 November 2021, which will be brought within the scope of LPT charges from 2022 onwards.
- Various other exemptions will no longer apply.
- 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%.

Value Added Tax (changed)	
Standard rate/lower rate	23%/13.5%
Hospitality and tourism*, newspapers, electronically supplied publications and sporting facilities	9%
Flat rate for unregistered farmers (rate decreased)	5.5%
Cash receipts basis threshold	€2m

* 9% rate applying to hospitality and tourism sector extended to 31 August 2022

PRSI contribution (changed), Universal Social Charge (changed)		
	%	Income
Employer	11.05%	No limit
	8.8%	If income is €410 p/w or less
Employee* (class A1)	PRSI	No limit*
	Universal Social Charge	€0 to €12,012**
		€12,013 to €21,295***
		€21,296 to €70,044****
		> €70,044

* Employees earning €352 or less p/w are exempt from PRSI. In any week in which an employee is subject to full-rate PRSI, all earnings are subject to PRSI. Unearned income for employees in excess of €3,174 p.a. is subject to PRSI. Sliding scale PRSI credit of max. €12 per week where weekly income between €352 and €424

** Individuals with total income up to €13,000 are not subject to the Universal Social Charge

*** Increase in upper limit of the 2% band from €20,687 to €21,295

**** Reduced rate (2.0%) applies for persons over 70 and/or with a full medical card, where the individual's income does not exceed €60,000

Self-employed PRSI contribution, Universal Social Charge (changed)		
	%	Income
PRSI	4%	No limit*
Universal Social Charge	0.5% (unchanged)	€0 to €12,012**
	2.0% (unchanged)	€12,013 to €21,295***
	4.5% (unchanged)	€21,296 to €70,044****
	8% (unchanged)	€70,045 to €100,000
	11% (unchanged)	> €100,000

* Minimum annual PRSI contribution is €500

** Individuals with total income up to €13,000 are not subject to the Universal Social Charge

*** Increase in upper limit of the 2% band from €20,687 to €21,295

**** Reduced rate (2.0%) applies for persons over 70 and/or with a full medical card, where the individual's income does not exceed €60,000

Tax relief for pensions (unchanged)

- 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

Tax relief for remote working

Income tax deduction amounting to 30% of the cost of vouched expenses for heat, electricity and broadband in respect of those days spent working from home.

Capital acquisitions tax (unchanged)	
Rate	33%
Thresholds	
Group A	€335,000
Group B	€32,500
Group C	€16,250

Corporation Tax rates (unchanged)	
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

Stamp duty - commercial and other property (unchanged)

7.5%* on commercial (non residential) properties and other forms of property not otherwise exempt from duty.

* There is a refund scheme available to reduce the rate of stamp duty to 2% on certain residential development property transfers.

Stamp duty - residential property (changed)

1% on properties valued up to €1,000,000

2% on balance of consideration in excess of €1,000,000

10% on the cumulative purchase of 10 or more residential houses in a 12 month period.

Deposit Interest Retention Tax (unchanged)	
DIRT	33%*

* 41% rate remains for exit taxes on financial products

Dividend Withholding Tax (unchanged)

Dividend Withholding Tax (unchanged)	
Rate	25%*

* A modified DWT regime which was to be introduced from 1 January 2021 was 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.