

Worked Example Number 1

Tax year ended 5 April 1996

Two PAYE spouses, offshore income of IR£1,000

Income

Employments - show details per P60

	Employments Self	18,000
	Employments Spouse	12,000
	Self Employed	
	Interest received	
	Rents received	
	Dividends	
Other Income - specify source of other income	Other income - Offshore Bank Interest	1,000
A	TOTAL INCOME	31,000

Personal Allowance
Single IR£2,500
Married IR£5,000

PAYE Allowance IR£800
PRSI Allowance nil

Other allowances and reliefs
- specify allowance or relief

Allowances and Reliefs

	Personal Allowance	5,000
	PAYE Allowance	1,600
	Other allowance or relief	280
	Other allowance or relief	
B	TOTAL ALLOWANCES AND RELIEFS	6,880

Tax Paid, Tax Deducted and Tax Credits

PAYE tax deducted per P60

Tax Credit per dividend voucher

	Income Tax paid directly to Revenue	
	PAYE tax deducted self	5,048.40
	PAYE tax deducted spouse	2,311.20
	Tax Credits	
C	TOTAL TAX Payments deductions credits	7,359.60

Tax Liability

First
IR£8,900 Single or
IR£17,800 Married taxed at 27%

Balance is taxed at 48%

	Taxable Income is A minus B	
	17,800 @ 27%	4,806.00
	6,320 @ 48%	3,033.60
D	TOTAL TAX	7,839.60

PRSI and Levies on Undisclosed Income

Employment and Training Levy
1%
Health Contribution 1.25%

	PRSI See Separate Worksheet	
	LEVIES 2.25% of undisclosed income	22.50
E	TOTAL PRSI and Levies	22.50

Tax and PRSI/Levies due is
D plus E minus C

F1	Total Tax and PRSI/Levies due	502.50
F2	Interest 109% of F1 figure	547.72
F3	Penalty 10% of F1 figure	50.25
F4	Total F1 + F2 + F3	IR£1,100.47