

# Form RR1

## High-Income Individuals: Limitation on Use of Reliefs<sup>1</sup> 2010 Statement on use of Specified Reliefs and Estimates of Taxable Income and Income Tax Liability for tax year 2010



### PPS Number

Remember to quote your PPS  
Number in all correspondence  
or when calling at your Revenue office

Office of the Revenue Commissioners,  
Collector-General's Division,  
PO Box 354,  
Limerick.

THIS FORM IS TO BE USED BY THOSE ASSESSED AS SINGLE PERSONS. IT SHOULD ALSO BE USED BY MARRIED COUPLES ELECTING FOR ASSESSMENT AS SINGLE PERSONS, AND BY MARRIED COUPLES ASSESSED UNDER JOINT ASSESSMENT OR SEPARATE ASSESSMENT WHERE THE LIMITATION APPLIES TO ONLY ONE SPOUSE OR WHERE THE LIMITATION APPLIES TO BOTH SPOUSES<sup>2</sup>

**This statement should be completed and returned to the above address on or before 31 October 2011 together with your Form 11 Pay and File Income Tax Return for the year 2010.**

**It is important to note that irrespective of the completion and submission of Form RR1, Panel O of Form 11 2010 - Property Based Incentives On Which Relief Is Claimed In 2010 - must be completed as appropriate.**

**Civil Penalties/Criminal Prosecution** - Tax law provides for both civil penalties and criminal sanctions for the failure to make a statement, the making of a false statement or facilitating the making of a false statement. In the event of a criminal prosecution, a person convicted on indictment of an offence may be liable to a fine not exceeding €126,970 and/or to a fine of up to double the difference between the declared tax due and the tax ultimately found to be due and/or to imprisonment.

### YOU MUST SIGN THIS DECLARATION

I/We DECLARE that, to the best of my/our knowledge and belief, this form contains a correct statement in accordance with the provisions of the Taxes Consolidation Act 1997 (TCA 1997) of:

- (a) The amounts constituting the Aggregate of the Specified Reliefs,
- (b) The determination of those amounts,
- (c) The estimates required by Section 485FB(4) TCA 1997, and
- (d) All other matters required to be included on this form.

(Self) Signature	<input type="text"/>	Date	(DD / MM / YYYY) <input type="text"/> <input type="text"/> / <input type="text"/> <input type="text"/> / <input type="text"/> <input type="text"/> <input type="text"/>
Capacity of Signatory	<input type="text"/>		
(Spouse) Signature	<input type="text"/>	Date	<input type="text"/> <input type="text"/> / <input type="text"/> <input type="text"/> / <input type="text"/> <input type="text"/> <input type="text"/>
Capacity of Signatory	<input type="text"/>		



PPS Number

□□□□□□□□

Self

Spouse

**E. Amount of Tax Assessed<sup>9</sup> after application of Section 485E TCA 1997**

□□,□□□□,□□□□.00

□□,□□□□,□□□□.00

**F. Computation of Ring-Fenced Income**

**Income source**

F1. Deposit interest from which DIRT was deducted at 25% (Sec. 261(c)(i)(II))

□□,□□□□,□□□□.00

□□,□□□□,□□□□.00

F2. Gross deposit interest received where a declaration was made under Sec. 256(1A) or Sec. 256(1B) relating to exemption or repayment (Sec. 261B)

□□,□□□□,□□□□.00

□□,□□□□,□□□□.00

F3. Gross deposit interest which arises in an EU Member State other than the State (Sec. 267M)

□□,□□□□,□□□□.00

□□,□□□□,□□□□.00

F4. Foreign Life Policy payment taxable at 25% (Sec. 730J(a)(i)(I))

□□,□□□□,□□□□.00

□□,□□□□,□□□□.00

F5. Foreign Life Policy payment taxable at 28% (Sec. 730J(a)(i)(II)(B))

□□,□□□□,□□□□.00

□□,□□□□,□□□□.00

F6. Foreign Life Policy gain taxable at 28% (Sec. 730K(1)(b))

□□,□□□□,□□□□.00

□□,□□□□,□□□□.00

F7. Offshore Fund payment taxable at 25% (Sec. 747D(a)(i)(I)(B))

□□,□□□□,□□□□.00

□□,□□□□,□□□□.00

F8. Offshore Fund payment taxable at 28% (Sec. 747D(a)(i)(II)(B))

□□,□□□□,□□□□.00

□□,□□□□,□□□□.00

F9. Offshore Fund gain taxable at 28% (Sec. 747E(1)(b)(ii))

□□,□□□□,□□□□.00

□□,□□□□,□□□□.00

**F10. Totals (Transfer to Panel A Line A4 of this form)**

□□,□□□□,□□□□.00

□□,□□□□,□□□□.00







PPS Number

Self

Spouse

36	<b>Sec. 372AD - Town Renewal Areas:</b> capital allowances in relation to construction or refurbishment of certain commercial premises	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00
36A	<b>Sec. 372AX - Mid-Shannon Corridor Tourism Infrastructure Investment Scheme:</b> accelerated capital allowances in relation to construction or refurbishment of certain registered holiday camps	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00
36B	<b>Sec. 372AY - Mid-Shannon Corridor Tourism Infrastructure Investment Scheme:</b> capital allowances in relation to construction or refurbishment of certain tourism infrastructure facilities	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00
37	<b>Sec. 372AP - relief for Lessors</b>	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00
38	<b>Sec. 372AU(1) - saver for relief due, and for clawback of relief given, under old schemes</b>	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00
39	<b>Sec. 381 - right to repayment of tax by reference to losses</b>	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00
40	<b>Sec. 381 - right to repayment of tax by reference to losses as extended by Sec. 392 (option to treat capital allowances as creating or augmenting a loss)</b>	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00
41	<b>Sec. 382 - right to carry forward losses to future years</b>	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00
42	<b>Sec. 383 - relief under Case IV for losses</b>	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00
43	<b>Sec. 384 - relief under Case V for losses</b>	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00
44	<b>Sec. 385 - terminal loss</b>	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00
45	<b>Sec. 481 - relief for investment in films</b>	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00
46	<b>Sec. 482 - relief for expenditure on significant buildings and gardens</b>	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00
47	<b>Sec. 485F - carry-forward of excess relief</b> <i>(NB: Only enter amount used here but enter full carry-forward amount for self (and, if applicable, for spouse) on your 2010 Form 11 at Panel J, Line 601)</i>	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00
48	<b>Sec. 489(3) - BES relief</b>	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00
49	<b>Sec. 843 - capital allowances for buildings used for third level educational purposes</b>	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00
50	<b>Sec. 843A - capital allowances for buildings used for certain child-care purposes</b>	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00
51	<b>Sec. 847A - donations to certain sports bodies</b>	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00
52	<b>Sec. 848A - donations to approved bodies</b>	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00
53	<b>Para. 11 of Sch. 32 - Urban Renewal Scheme, 1986:</b> capital allowances in relation to certain commercial premises in designated areas other than the Customs House Docks Area	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00
54	<b>Para. 13 of Sch. 32 - Urban Renewal Scheme, 1986:</b> double rent allowance in relation to certain premises in designated areas other than the Customs House Docks Area	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00
<b>Totals</b>	<b>(Transfer to Panel A Line A3 of this form)</b>	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00	<input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> .00

# Notes to Completion of Form RR1

<sup>1</sup> A comprehensive Guidance Document on the application of the limitation is available on Revenue's website [www.revenue.ie](http://www.revenue.ie). The limitation on use of reliefs will apply to an individual for 2010 if:

- the individual's Adjusted Income for the year is equal to or greater than the Income Threshold Amount (normally €125,000 but less when there is ring-fenced income involved),
- the Aggregate of the Specified Reliefs used by the individual for the year is equal to or greater than the Relief Threshold Amount of €80,000, and
- the Aggregate of the Specified Reliefs used by the individual exceeds 20 per cent of the individual's Adjusted Income for the year.

For these purposes, in the case of a married couple who are assessed jointly, each individual's liability to the limitation is to be determined separately.

<sup>2</sup> In the case of a married couple:

- assessed as single persons, where the limitation applies to both spouses, each spouse should use a separate form;
- assessed under joint assessment or separate assessment, where the limitation applies to both spouses, then both spouses should use the same form. If the limitation only applies to one spouse, then the spouse subject to the limitation should complete the form but Line A1 must show the joint taxable income of both spouses and Line A2 must show the respective taxable income of each spouse.

<sup>3</sup> Adjusted Income (as defined in Section 485C TCA 1997) is the amount determined by the formula: **(T + S) - R**.

**T** is the amount of an individual's taxable income for a tax year determined on the basis that Chapter 2A of Part 15 TCA 1997, other than Section 485F, does not apply to the individual for the year and, in the case of a married couple assessed under joint assessment or separate assessment, determined on the basis that the taxable income of each spouse is calculated separately in accordance with the provisions of Section 485FA TCA 1997.

**S** is the Aggregate of the Specified Reliefs used by the individual for the tax year (**see Panel G**).

**R** is the amount of the individual's ring-fenced income, if any, for the tax year (**see Panel F**).

<sup>4</sup> The amount to be included in this box is the joint taxable income of both spouses calculated on the basis that the limitation on use of reliefs does not apply to either spouse for the year 2010. However, any excess relief under Section 485F coming forward from 2009 (and/or from previous years) should be taken into account in calculating taxable income. Income which is not reckoned in computing total income should not be taken into account in calculating taxable income.

<sup>5</sup> In the case of jointly assessed couples, the provisions of Section 485FA TCA 1997 require that the taxable income of each spouse be determined separately. **NB:** The separate taxable income of **each** spouse must be inserted at Line A2 (and at Line 602 of Panel J of Form 11) even if the limitation applies to only one spouse. Income which is not reckoned in computing total income should not be taken into account in calculating taxable income.

<sup>6</sup> Schedule 25B to the TCA 1997 sets out rules for determining the amount of any Specified Relief used by an individual in a tax year. These rules are supplemented by the provisions of Section 485C(2)(b) TCA 1997 which, in the case of an exemption, requires the amount of the exempt income to be determined under the normal income tax rules for computing the amount of profits, gains or income to be charged to tax. In the case of a married couple, the Aggregate of the Specified Reliefs used by an individual should include the amount of any relief used by the individual which originated with his or her spouse but was not used by the spouse because of insufficient income etc.

<sup>7</sup> The Income Threshold Amount for 2010 is €125,000 where there is no ring-fenced income. Where there is ring-fenced income involved, use the formula in Line B2 to compute the Income Threshold Amount for 2010.

<sup>8</sup> Recalculated Taxable Income.

An individual's Recalculated Taxable Income is the amount given by the formula **T + (S - Y)**.

**T** is the amount of an individual's taxable income for a tax year determined on the basis that Chapter 2A of Part 15 TCA 1997, other than Section 485F, does not apply to the individual for the year and, in the case of a married couple assessed under joint assessment or separate assessment, determined on the basis that the taxable income of each spouse is calculated separately in accordance with the provisions of Section 485FA TCA 1997.

**S** is the Aggregate of the Specified Reliefs used by the individual for the tax year (**see Panel G**).

**Y** is either the Relief Threshold Amount of €80,000 or, if greater, 20 per cent of the individual's Adjusted Income (**see Panel C**).

<sup>9</sup> This is your estimate of tax that should be assessed and is the amount of tax calculated by applying the relevant tax rates and bands to the Recalculated Taxable Income figure.

<sup>10</sup> The reference to the Aggregate of Specified Reliefs Used for 2010 is, in the case of an allowance, deduction, repayment or other relief, a reference to that part of the overall amount of relief available to the individual for the year 2010 in respect of which effect has actually been given for that year and is, in the case of an exemption, the amount of exempt income arising to the individual for the year 2010 determined under the normal income tax rules for computing the amount of profits, gains or income to be charged to tax. In the case of a married couple, the Aggregate of the Specified Reliefs used by an individual should include the amount of any relief used by the individual which originated with his or her spouse but was not used by the spouse because of insufficient income etc.