Taxes Paid by Business

VAT

Tax on consumer spending

Included by businesses in the price of goods

VATmust be sent to revenue commissioners every two months

Businesses pay VAT on goods bought

Income Tax - Self-assessment

Applies to all self-employed people

Calculate your own tax-liability for the year and pay it on the 31/10

Must also send in a full tax return by the same date the following year

Subject to random audits by Revenue to ensure returns are accurate

Fines can be impose if.....

Corporation Tax

Charged on profits of companies resident in the state

12.5% is huge attraction to foreign multinationals

Commercial Rates

Charge payable by all commercial businesses to fund services provided by local authorities, e.g water,sewage roads. Rates are based on property valuations.

Employer's PRSI

Employers must also pay PRSI for each employee

Calculated as a percentage of the employees gross wage

This is the employers contribution to the national social insurance fund, which pays for pensions