

Tax Update January 2019

Dear clients/associates,

We wish to you and your family a Healthy, Happy and Prosperous New Year 2019!



We would like to inform you for the below important changes in relation to Social Security and National Health System (GESY) contributions

- As from 01.01.2019 the **Social Insurance fund contributions** have been **increased** by **0.5%** both for the employee and the employer
- The monthly maximum insurable salary has been increased to €4.554 as from 01.01.2019
- As from 01.03.2019 a new contribution will be introduced for **GESY-National Health System**. The employee's contributions of **1,70%** and employers' contributions of **1,85%** will be deducted and paid in the normal way as all other contributions. For all other contributions in respect of the National Health System GESY (see table below) will have to be paid by each physical person by themselves to the Tax Authorities.

The full table for the GESY-National Health System contributions is the following:

Categories	March 2019*	March 2020**
Employees	1,70%	2,65%
Pensioners	1,70%	2,65%
Other Income e.g. interest, dividends, rental income	1,70%	2,65%
Directors	1,70%	2,65%
Self Employed	2,55%	4,00%
Employers	1,85%	2,90%

The maximum taxable amount per individual is €180.000.

* % of contributions as from 1 March 2019 for the provision of out-patient medical services by the National Health System.

** % of contributions as from 1 March 2020 for the provision of all medical services covered by the National Health System.

We are at your disposal for any further information.

Yours sincerely,