

# Pre-Budget 2023 Ready Reckoner

An Oifig Buiséid Pharlaiminteach  
Parliamentary Budget Office



Tithe an  
Oireachtais  
Houses of the  
Oireachtas

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## PRE-BUDGET 2023 READY RECKONER: INCOME TAX

**1%  
increase**

20% Income Tax rate (to 21%)	€848m
40% Income Tax rate (to 41%)	€481m
.5% USC rate (to 1.5%)	€306m
2% USC rate (to 3%)	€245m
4.5% USC rate (to 5.5%)	€498m
8% USC rate (to 9%)	€257m

20% Income Tax rate (to 19%)	-€849m
40% Income Tax rate (to 39%)	-€482m
.5% USC rate (to 0%)	-€153m
2% USC rate (to 1%)	-€245m
4.5% USC rate (to 3.5%)	-€498m
8% USC rate (to 7%)	-€257m

**1%  
decrease**

### Cost of Increasing Income Tax Standard Rate Bands



By €100	-€27m
By €500	-€132m
By €1,000	-€265m
By €1,500	-€394m

### Cost of Increasing USC Rate Bands



**By €500**

Under €13,000	-€2m
First €12,012	-€20m
€12,013 to €21,295	-€43m
€21,296 to €70,044	-€31m
Above €70,045	-€7m



**By €1000**

Under €13,000	-€5m
First €12,012	-€38m
€12,013 to €21,295	-€86m
€21,296 to €70,044	-€61m
Above €70,045	-€14m

### Cost of Increasing Income Tax Credits



**By €50**

PAYE

-€113m



**By €100**

Single  
Person

-€108m



**By €200**

Married /  
Civil  
Partnership

-€177m



**At 1%**

Income Tax:  
Indexation of  
credits,  
exemption limits  
and bands

-€203m



**At 1%**

USC:  
Indexation of  
bands and  
exemption limits

-€27m

Source: These costings are based on the Revenue Commissioners' Pre-Budget 2023 Ready Reckoner (September 2022). These costings are estimates and should be treated as such. The Ready Reckoner costings above assume no behavioral change from an increase or decrease in taxation (with the exception of tobacco products). In the case of large relative changes to tax rates or allowances, the cost or yield may not be directly in line with estimates shown. All costings provided refer to full year costs

## EXCISE, LOCAL PROPERTY TAX (LPT) & VAT



Cigarettes (per 20 pack):  
increase by 5c

€6m

Cigarettes (per 20 pack):  
increase by 50c

€54m



Beer (per pint):  
increase by 1c

€6m

Beer (per pint):  
increase by 10c

€62m



Wine (per 75cl):  
increase by 5c

€3m

Wine (per 75cl):  
increase by 50c

€30m



LPT Additional charge of €100  
on second or more properties

€50.1m

LPT Additional charge of €100  
on every non-principal private  
residence

€52.2m



All local authorities vary central rate  
by -15% Local Adjustment Factor

-€75m

All local authorities vary central rate  
by +15% Local Adjustment Factor

€75m



VAT 9% reduced  
rate: 1% increase /  
decrease  
+ /- €50m



VAT 13.5% reduced  
rate: 1% increase /  
decrease  
+ /- €403m



Extend 9% rate for 1  
year to hospitality  
-€427m

## STAMP DUTY



Residential  
Property:

0.5% increase / decrease Stamp  
Duty on consideration below  
€1,000,000

**+/- €83m**

0.5% increase / decrease Stamp  
Duty on excess above €1,000,000

**+/- €7m**

Abolish Stamp Duty on excess above  
€1,000,000

**- €26m**



Non-residential  
Property:

0.5% increase / decrease  
Stamp Duty

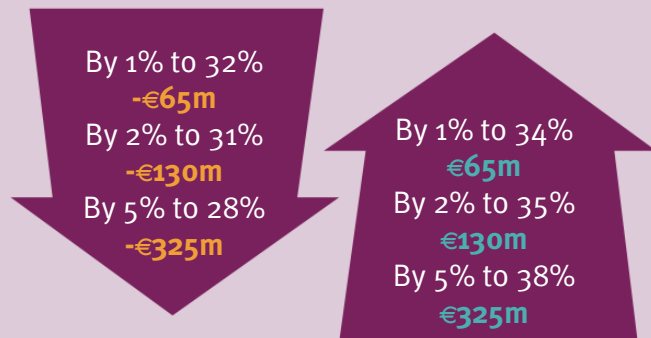
**+/- €43m**

Increase Stamp Duty to 8.5%  
on excess above €500,000

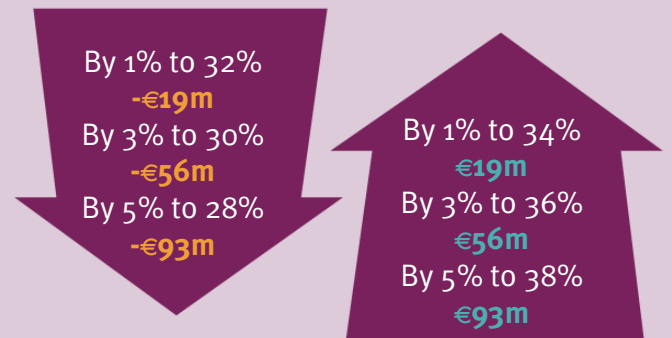
**€71m**

# PRE-BUDGET 2023 READY RECKONER: CGT AND CAT

## CAPITAL GAINS TAX (CGT) AT 33%

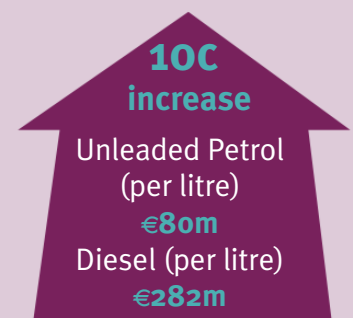
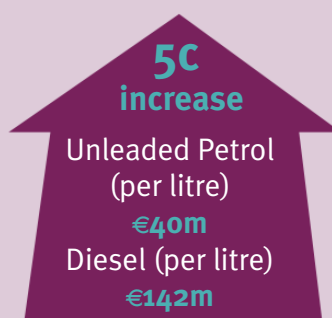
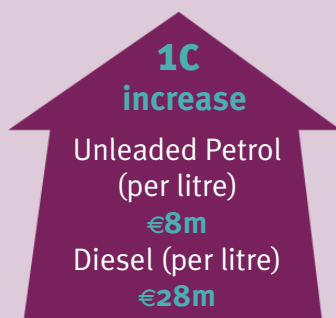


## CAPITAL ACQUISITIONS TAX (CAT) AT 33%



Decrease CAT category A (children) threshold from €335,000 to €300,000 **€34m**

## ENVIRONMENTAL TAXES



Equalising the excise rates applied on diesel to those applied on petrol **€406m**

## CARBON TAX



Increase by €5 a tonne



Increase by €7.50 a tonne



Increase by €15 a tonne

## PUBLIC SERVICES



Staff Nurse  
**€58,077**



Counsellor Therapist  
**€92,876**



Teacher  
**€85,148**



1,000 Public Electric Car Charge Points  
**€5m**



Hospital Consultant  
**€277,250**



Garda  
**€78,224**



Special Needs Assistant  
**€47,614**



10% Reduction in Public Transport Fares  
**€66m**

Source: Staff costings are based on the Public Spending Code and pay increases provided for under the Building Momentum agreement (modelled as of October 2022). Prospective changes to pay pursuant to the latest round of pay talks (August 2022) have not been incorporated (these are pending agreement and ratification). Overtime and additional allowances not included; figures rounded up to zero decimal places. Hospital consultant costed for Type A contract. Garda costing after attestation. Public charge points costed based on the Electric Vehicle Public Charge Point Grant to local authorities of maximum €5,000 per charging point. Public transport fare reduction costed based on the 2019 revenue of €660 million. Carbon tax and Fuel tax changes are based on the Revenue Commissioners' Pre-Budget 2023 Ready Reckoner (September 2022). All costings provided refer to full year costs

# PRE-BUDGET 2023 €1 READY RECKONER

INDICATIVE COST OF A €1 INCREASE IN SOCIAL INSURANCE AND SOCIAL ASSISTANCE RATES



State Pension  
(contributory)

€27.10m

1% Indexation

≈€68.64m

State Pension  
(Non-Contributory)

€5.18m

1% Indexation

≈€12.54m



Illness Benefit

€2.84m

1% Indexation

≈€5.91m



Disability  
Allowance

€8.78m

1% Indexation

≈€18.26m



Maternity &  
Adoptive Benefit

€1.01m

1% Indexation

≈€2.53m

Jobseeker's Allowance  
Max Rate

€9.03m

1% Indexation

≈€18.78m



Jobseeker's Benefit

€1.89m

1% Indexation

≈€3.93m



One-Parent Family  
Payment

€2.25m

1% Indexation

≈€4.68m



Child Benefit  
(monthly)

€14.78m

1% Indexation

≈€20.69m



Living Alone  
Allowance

€12.28m

1% Indexation

≈€2.70m



Fuel Allowance

€10.56m

1 additional week

€12.45m

1% Indexation

≈€3.48m

Source: The costings above were received via correspondence with the Department of Social Protection (September 2022). These costings are based on 2022 estimated numbers of recipients, and values of payments at a point in time, and are subject to change in the context of emerging trends. Actual costs may differ. The Department does not take responsibility for any errors or omissions in the data. Costings refer to total amounts (both personal and for a qualified adult where relevant). All costings provided refer to full year costs