Example – Czech Republic

Gross wage in month 30000 CZK (approx. 1150 EUR), taxpayer has one child. What is his netto wage? What has he to pay?

Gross wage (month) 30000

Social and health contributions

paid by employer 10200 34% of gross wage

Tax base 40200 30000+10200

Tax allowance to deduct 0 Tax allowance is not allowed in month calc.

Modified tax base 40200

Tax brutto I 6030 15% from the modified tax base

Tax reduction to deduct 2070 1/12 of basic tax reduction (24840 CZK)

Tax brutto II 3960 6030-2070

Tax allowance 1267 1/12 of tax allowance (15204 CZK)

Tax netto 2693 3960-1267

Netto wage:

Gross wage 30000

Social and health contributions

paid by employee 3300 11% of gross wage

Tax netto 2693

Netto wage 24007 30000-3300-2693; approx. 920 EUR

Taxpayer must pay tax netto and social and health contributions.

**Your task** is to take average wage in your country in one month and calculate the netto tax and other tax duties. Please use the table or any other form to show the structure of your calculations.

Place your homework in the “Homework Vaults” in the Information System no later than 25/3/2020.