

ARITHMETIC (Q 1, PAPER 1)

LESSON NO. 7: INCOME TAX

2006

- 1 (c) The standard rate of income tax is 20% and the higher rate is 42%.
Colm has weekly tax credits of €50 and a standard-rate cut-off point of €240.
Until recently, Colm had a gross weekly income of €900.
- Calculate the tax Colm paid each week.
 - After getting a pay rise, Colm's weekly after-tax income increased by €20.30.
Calculate the increase in Colm's gross weekly income.

2004

- 1 (b) The standard rate of income tax is 20% and the higher rate is 42%.
Orla has a gross income of €58 000 for the year and a standard-rate cut-off point of €35 000.
- Calculate the amount of tax due at the standard rate.
 - Calculate the total amount of gross tax due.
 - Orla has tax credits of €3400 for the year.
After tax is paid, what is Orla's income for the year?

2000

- 1 (c) A person has annual tax free allowances of IR£7400.
The person pays income tax at the rate of 24% on the first IR£12 400 of taxable income and at the rate of 46% on the remainder.
- Calculate the amount of income tax paid on the first IR£12 400 of taxable income.
 - Calculate the person's gross income if the total annual income tax paid is IR£5138.

ANSWERS

2006	1 (c) (i) €275.20	(ii) €35
2004	1 (b) (i) €7,000	(ii) €16,660 (iii) €44,740
2000	1 (c) (i) £2,976	(ii) £24,500