

Table 1 Structure of PIT and SSC database (In millions denars)

		Tax payers by income category	Gross_inc ome	Structure gross_inc ome (%)	PIT	Structu re PIT(%)	Effectiv e PIT rate
01	Salary and contributions for employment salary and payment based on business success of the employer for which salary and contributions are being paid.	652.653	185.268	63,9	9.280	58	5
1a	Salary and contributions for employment salary and payment based on business success of the employer-which is not a protective company, to employees disabled persons	722	162	0,1	1	0	0,4
1b	Salary and contributions for employment salary and payment based on business success with protective companies	6.864	1.714	0,6	6	0	0,3
1g	Salary and contributions for employment salary and payment based on business success with Users of Technological industrial Development Zones	18.334	3.312	1,1	70	0,4	2,1
1v	Salary and contributions for employment salary and payment based on business success of an employer which has been relieved from payment of in accordance with article 98 from the Law on employment and insurance in case of unemployment	11.975	2.881	1	1	0	0
02	Additional income and compensation of costs arising from employment for which contributions have not been paid.	375.676	6.826	2,4	683	4,3	10
03	Pensions	319.644	53.546	18,5	2.690	16,8	5
04	Income for members of management boards and the supervising bodies in trading companies	5.518	864	0,3	86	0,5	9,9
05	Incomes of officials, MPs, Advisors and other bearers of public functions	2.657	213	0,1	21	0,1	10
06	Fees for the work of judges, juries, experts and bankruptcy administrators who do not have the status of employees in the mentioned institutions or companies	1.834	44	0	4	0	9,9
07	Fees for the members of MANU (Macedonian Academy for Sciences and Arts)	51	26	0	3	0	10
08	Income on the basis of contract for occasional and temporary performance of services	149.695	10.085	3,5	1.000	6,3	9,9
09	Property and property rights (rent)	29.000	6.175	2,1	466	2,9	7,5
10	Author rights and rights from industrial property	38.905	3.467	1,2	213	1,3	6,1
11	Dividends and other income realized while participating in winning prizes with legal of physical entities	40.983	13.289	4,6	1.329	8,3	10
12	Interests for which paying taxes is obligatory	100	62	0	6	0	10
13	Gains from games of chance and lotteries	2.964	246	0,1	25	0,2	10
14	Other income for which advanced payment of the tax is paid upon deduction	42.665	1.739	1	111	1	9
	<b>Total</b>		<b>289.919</b>	<b>100,0</b>	<b>15.996</b>	<b>100,0</b>	<b>5,5</b>
	<b>Total (without pension)</b>		<b>236.373</b>	<b>81,5</b>	<b>13.306</b>	<b>83,2</b>	<b>0,5</b>

**Table 2 Main types tax expenditures for PIT**

Laws	Article	Tax Measures Associated with Personal Income Taxes
Law on personal income tax	Article 10 2)	<a href="#">Annual tax relief (for salaries) On yearly basis 89.472 denars.on a monthly basis 7.456 denars</a>
Law on personal income tax	Article 10 2)	Prescribed costs
Law on personal income tax	Article 141-a	The calculated income tax on income on the basis of pensions and disabilities is transferred to the Pension and Disability Insurance Fund
Law on Technological Industrial Development Zones	Article 5 3) and 4)	Exemption from personal income tax for a period of ten years on the basis of salaries of employees and new employees in TIDZ
<a href="#">Law on Employment and Insurance in Case of Unemployment</a>	Article 98 (Article 98-d,Article 98-e, Article 98-f)	Employment of an unemployed person who has been registered as unemployed for more than one year or other active measue of Govermenet for employment like Project Macedonia employing 1 etc
Law on Employment of Disabled Persons	Article 7	An employee with a disability is exempt from paying taxes (from protective and not protective)

**Table 3 Main types tax expenditures for SSC**

Laws	Article	Tax Measures Associated with SSC
Law on contributions for compulsory social insurance	Article 15 and Article 16	<a href="#">Highest base for calculation and payment of contributions of yearly basis ( minumum base for calculation of SSC 197.268 and maxium base 4.734.288 denars ).This is for legal person. For independent performer of activity there is different calculation ( e.g for maxium base 3.156.192 denars ).</a>
Law on Employment of Disabled Persons	Article 7	An employee with a disability is exempt from paying taxes (from protective and not protective)
<a href="#">Law on Employment and Insurance in Case of Unemployment</a>	Article 98 (Article 98-d,Article 98-e, Article 98-f)	Employment of an unemployed person who has been registered as unemployed for more than one year or other active measue of Govermenet for employment like Project Macedonia employing 1 etc
Law on the control of the state aid	Article 5	Exemption, reduction or deferral of payment of public duties (Exemption of SSC)