

**Case Study: Income Scenario: Lone Parent, working part-time  
on NMW**

	Weekly	Yearly
<b><u>Income from part-time work</u></b>		
National minimum wage €7.65 x 20hrs	153. 00	7956. 00

**Assessment of Earned Income against OFP**

Gross weekly means	153. 00	
Less statutory disregard	146. 50	
6.50/2 = Gross means	3. 25	
Therefore, personal rate	165. 80	
Dependent children (19.30 x 2)	38. 60	
Total weekly OFP	204. 40	10628. 80

**Tax and PRSI**

Total Taxable Income:  
Pay:7956.00; tax @ 20% = 1591.20  
OFP:10628.80; tax @ 20% =2125.76  
Total tax due: = 3716.96

Tax Credits:	
Personal Credit	1630. 00
One-parent Credit	1630. 00
Employee Credit	1270. 00
Total Credits	4530. 00

Tax due minus tax credits:  
4530.00 is > 3716.96, therefore negative tax income liability, thus no tax due.

**PRSI**

Exempt from PRSI as in receipt of OPF

**Net income after tax**

<b>OFP and wage</b>	<b>357. 40</b>	<b>18584. 80</b>
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**Family Income Supplement (FIS)**

Weekly income threshold for one parent, 2 children	510. 00
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Assessable income

(total after tax)	357. 40
	152. 60
FIS payable (60% of 152.60)	91. 56 <sup>1</sup>

### **Total income**

OFP and earned income after tax	357. 40	18584. 80
FIS	91. 56	4761. 12
Child Benefit	69. 23	3600. 00
Fuel Allowance <sup>2</sup>	7.81	406.00
<b>Total cash income</b>	<b>526.00</b>	<b>27351.92</b>

### **Back to School Clothing and Footwear Allowance (BSCFA)**

Threshold is €336.50. Therefore, this family is not eligible to qualify

### **Calculation of Local Authority Rent**

Total weekly income	526.00
Less disregards:	
Child Benefit	69. 23
Fuel Allowance	7.81
Income disregard	32. 00
Assessable income	416. 96
Rent (15% of 416.96)	62. 54
-€1.00 for each dependent child <sup>3</sup>	<b>60.54</b>

### **Eligibility for Medical Card**

(3 year old and 10 year old)

Weekly income limit	266. 50
Allowance for 2 children (38.00 x 2)	76. 00
Childcare expenses	82. 50
Travel expenses	20. 00

<sup>1</sup> It is important to note that in general the amount of weekly FIS entitlement is rounded up to the next full euro. We gave the precise FIS entitlement in this scenario.

<sup>2</sup> Fuel Allowance paid from late October – early April (29 weeks).

<sup>3</sup> Dublin City Council (DCC) deducts a €1.00 for each dependent child. This deduction is particular to DCC and does not apply across all Local Authorities.

Housing rent	60.54
Total guideline	505.54
Total income	357.40

**Therefore, this household will qualify for a medical card**