

Case Study: Income Scenario- Two Parents- One Adult working Full-time on NMW- 3 year old and 10 year old

	Weekly	Yearly
<u>Full-time employment on NMW</u>		
Gross earned income		
National Minimum Wage €8.65 x 37.5hrs	324.38	16867.76
Total Income	324.38	16867.76

Tax due

Pay: 16867.76; tax @ 20% = 3373.55

Tax Credits:

Married person's credit: 3660.00

PAYE Credit: 1830.00

Total Credits: 5490.00

5490.00 is > 3373.55, therefore negative income tax liability, thus no tax due.

PRSI due

Threshold for employee PRSI is €352.00 per week, therefore no PRSI due.

Family Income Supplement

Weekly income threshold for two parents, two children 570.00

Assessable income (No tax payable) 324.38

FIS payable (60% of 245.62) 147.37¹

Early Childcare Supplement (for 1 child)

€275.00 per quarter	21.15	1100.00
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Back to School Clothing and Footwear Allowance (BSCFA)

Threshold for this family is €521.00, therefore this family will qualify
Amount of €200.00 per child per annum

	7.70	400.00
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¹ It is important to point out that in general the weekly entitlement to FIS is rounded up to the next full euro. In this scenario we give the exact figure.

Total Income

Weekly Income	324.38	16867.76
FIS	147.37	7663.24
Child Benefit	76.62	3984.00
Early Childcare Supplement	21.15	1100.00
BSCFA	7.70	400.00
Total Cash Income	577.22	30015.00

Calculation of Local Authority Rent

Total weekly income (incl FIS)	577.22
Less disregards:	
Child benefit	76.62
Income disregard (couple)	64.00
BSCFA	7.70
Early Childcare Supplement	21.15
Assessable income	407.75
Rent (15% of 407.75)	61.16
- €1.00 for each dependent child ²	59.16

Eligibility for Medical Card

Weekly income limit	266.50
Allowance for 2 children (38.00 x 2)	76.00
Childcare expenses	nil
Travel expenses	23.00
Housing rent	59.16
Total guideline	424.66
Total Income	324.38

This household will qualify for a medical card

² 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.