

Tax & Legal Alert

ROMANIA 02 March 2009

Changes in Social Security Contributions applicable starting with February 2009 income

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The social insurance budget law for 2009 ("The Law") has been published.

The Law increases the rates for social security contributions for employees and employers as follows:

- 31.3% for normal working conditions, with 10.5% paid by the employee and 20.8% by the employer;
- 36.3% for particular working conditions, with 10.5% paid by the employee and 25.8% by the employer;
- 41.3% for special working conditions, with 10.5% paid by the employee and 30.8% by the employer.

The employee quota of 10.5% includes a 2% contribution to privately administrated pension funds.

These new rates apply to salary income for February 2009.

The rates for all the other contributions to the social security budget remain unchanged for 2009.

[Source: Official Gazette no. 122 dated 27 February 2009]

For more information, please contact Peter de Ruiter, Mihaela Mitroi, Ionut Simion and Daniel Anghel.