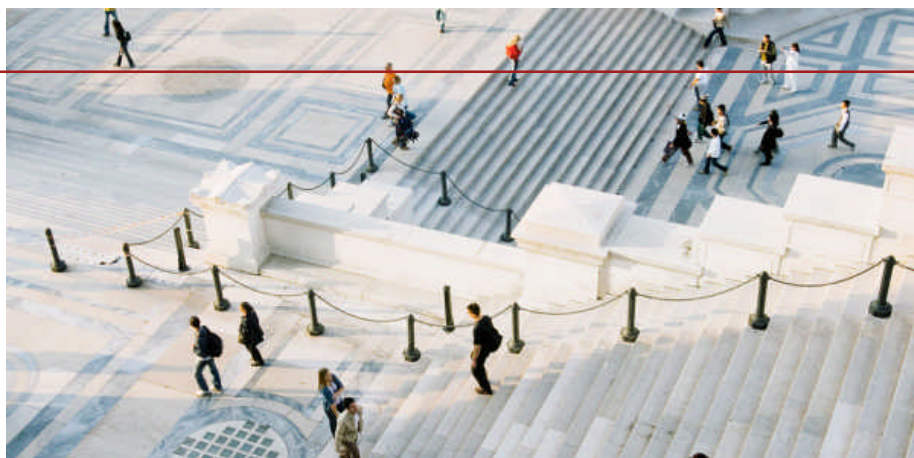


Flash Report

Ukraine • Issue#21/2015 • 20 May 2015

Recent Changes in Personal Income Tax & Unified Social Contribution



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Parliament adopted the new Law on determining the base amount for Personal Income Tax and Unified Social Contribution

On 19 May 2015, Parliament adopted the new Law* on determining the base amount for Personal Income Tax and Unified Social Contribution.

The key changes are the following:

- Income subject to 15% personal income tax will be applied to 17 minimum salaries, instead of the current 10 minimum salaries.
- Personal income which exceeds 17 minimum salaries is taxed at the 20% rate.
- The coefficient for USC calculations, which will come into force on 1 January 2016, was reduced from 0.6 to 0.4.

The Law is effective starting from the first day of the month following the month when the Law is published.

**The draft Law "On Changes to the Tax Code of Ukraine regarding the fair taxation of personal income between 10 and 17 minimum salaries", dated 07 April 2015 (Reg. No. 2576)*