

Tax and Legal Alert

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State Budget Law and Social Security Contributions Law for 2012



The 2012 State Budget law and the Social Security Contributions law were published on 22 December 2011.

The average gross monthly salary used as reference for the social security budget has increased to RON 2,117 for 2012 (from RON 2,022 for 2011).

The rates for health insurance contributions remain the same as in 2011.

The rates for contributions to the social security fund, unemployment fund, work accidents and occupational diseases insurance, and for the salary guarantee fund will be those provided by the Fiscal Code (also unchanged from the 2011 levels).

The amount re-directed to private pension funds has increased from 3% in 2011 to 3.5% in 2012 of the total rate of the individual social security contributions.

[Source: Law no. 293/2011 published in the Official Gazette of Romania no. 914/22.12.2011 and Law no. 294/2011 published in the official Gazette of Romania no. 913/22.12.2011.]

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

Contacts:

Peter de Ruiter
Partner
E-mail: Peter.deRuiter@ro.pwc.com

Mihaela Mitroi
Partner
E-mail: Mihaela.Mitroi@ro.pwc.com

Ionut Simion
Partner
E-mail: Ionut.Simion@ro.pwc.com

Daniel Anghel
Partner
E-mail: Daniel.Anghel@ro.pwc.com

Brian Arnold
Partner
E-mail: Brian.Arnold@ro.pwc.com

PricewaterhouseCoopers Romania
Lakeview Building
301-311 Barbu Vacarescu Street
2nd District, Bucharest
Tel.: + 40 21 225 3000
Fax: + 40 21 225 3600