

Tax & Legal Weekly Alert

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The indicator is used to determine the monthly computation base of the health social insurance contributions (CASS) for individual income obtained from independent activities, intellectual property rights, rental, association with a legal person, agriculture, forestry and fishing activities.

The average gross salary, depending on which is calculated the cap for contributions, will be 3,131 lei in 2017

According to the social security budget law, the average gross salary for 2017 is established at 3,131 lei.

The indicator is used to determine the monthly computation base of the health social insurance contribution (CASS) for individual income obtained from independent activities, intellectual property rights, rental, association with a legal person, agriculture, forestry and fishing activities. The maximum monthly cap represents the equivalent of five average gross salaries.

Beginning with 1 February 2017, the provisions regarding the caps applicable for the pension contributions (due at the level of the employee and employer) and the cap applicable for the individual health insurance contribution were repealed for salary income, investment income and income from other sources.

The health insurance contribution is no longer due for investment or other sources income, if the individual derives also other types of income, such as salary, income from independent activities or pension.

Entry into force

Law no. 7/2017 regarding the social security budget for 2017 was published in Official Gazette no. 128 / 17.02.2017 and entered into force on 20 February 2017.

For further questions regarding the aspects mentioned in this alert, please contact us.

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