

# TAX EXEMPTION AND TAX EVASION OF THE BIG CAPITAL IN GREECE = AUSTERITY MEASURES FOR THE PEOPLE AND CUTS TO THE WELFARE STATE



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# TAX EXEMPTION AND TAX EVASION OF THE BIG CAPITAL IN GREECE

- The implicit tax rate on capital in Greece is 16%

Vs

- In the OECD countries is twice as high, reaching 32%

(2008 statistics)

# TAX EXEMPTION AND TAX EVASION OF THE BIG CAPITAL IN GREECE

- Enterprises (SA/Ltd.) and banks pay tax which amounts to 20% on their total profits

Vs

- An average state worker (with e.g. 20 years of work) is taxed at 30%.

# TAX EXEMPTION AND TAX EVASION OF THE BIG CAPITAL IN GREECE

- Large international enterprises or other companies avoid the tax on dividends in various ways .
- Tax evasion and employers' contribution evasion to pension funds increased in the past few years.

# TAX EXEMPTION AND TAX EVASION OF THE BIG CAPITAL IN GREECE

- 44 tax exemptions has been recorded for the ship owners . They have to pay only 12 million € per year

Vs

- The deposits of the immigrants for residence permit amount to 50 million €.

# TAX EXEMPTION AND TAX EVASION OF THE BIG CAPITAL IN GREECE

- Corruption amounts in the 8% of GDP (roughly 20 billion €).
- If corruption were reduced by 50%, the public deficit would be decreased to 4% of GDP.

# TAX EXEMPTION AND TAX EVASION OF THE BIG CAPITAL IN GREECE

	<b>EMPLOYEES - PENSIONERS</b>		<b>ENTERPRISES</b>	
	<b>INCOME DECLARED</b>	<b>TAX</b>	<b>INCOME DECLARED</b>	<b>TAX</b>
2009	68,23%	<b>52,29%</b>	14,25%	<b>30,79%</b>
2010	70,18%	<b>55,54%</b>	13,03%	<b>28,67%</b>
<b>VARIOUS</b>	1,95%	<b>+3,25%</b>	-1,22%	<b>-2,12%</b>

# AUSTERITY MEASURES FOR THE PEOPLE AND CUTS TO THE WELFARE STATE

- The tax-free limit for employees was decreased from 12,000 €/year, in 5,000 €/year
- The poverty limit is 7,095 € /year.



# AUSTERITY MEASURES FOR THE PEOPLE AND CUTS TO THE WELFARE STATE

All these state revenues are missing from:

- the public educational system
- the public hospitals
- the social insurance system
- the welfare state.



# AUSTERITY MEASURES FOR THE PEOPLE AND CUTS TO THE WELFARE STATE

- If a fair taxation had been implemented policy, there would have been **no need** for the austerity measures and the dramatic cuts imposed by the government of the EU and the IMF.



# THANK YOU FOR YOUR ATTENTION



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