

French Tax Rates Summary 2022

Income Tax Scale applicable to 2021 Income

Impôt sur le revenu (CGI 197 I-1)

Band of Income (€)		Tax Rates (%)	
Allowance	to	10,225	0.00
10,225	to	26,070	11.00
26,070	to	74,545	30.00
75,545	to	160,336	41.00
In excess of		160,336	45.00

Pensions and salaried income receive an allowance of 10% up to a maximum of €3,912 for pensions and €12,829 for salaried income. There is an age allowance for those over 65 with an income lower than €25,040. The above is then divided into the number of "parts" of the household, further reducing your income tax liability.

2021 Property Wealth Tax Scale and Limit

Impôt sur la fortune Immobilière (CGI 977)

On value of buildings (and funds invested in such) on 1st January for those with assessable assets above €1,300,000. Payable in June

Taxable Wealth (€)		Tax Rates (%)	
Allowance	to	800,000	0.00
800,000	to	1,300,000	0.50
1,300,000	to	2,570,000	0.70
2,570,000	to	5,000,000	1.00
5,000,000	to	10,000,000	1.25
In excess of		10,000,000	1.50

There are allowable deductions for wealth tax, such as 30% of the value of your principal residence.

Capital Gains Tax

Impôt sur les plus-values

Capital Gains on savings and investment income are generally assessed the same way as earned income.

This tax is not applicable to a French principal private residence. Tax on property is 19% and CSG at 17.2%.

Investment property can be sold free of Capital Gains Tax after 22 years (though remains assessable to CSG for up to 30 years). There is a further tax on property gains above €50,000 ranging from 2-6%.



Inheritance Tax Rates

Droits de succession

The rates & allowances shown are per beneficiary

Between Spouses & Partners in a PACS (CGI 777-TII)

Applied only to lifetime transfers

(transfers on death, between spouses, are exempt) (CGI 790-E&F)

Band of Value (€)		Tax Rates (%)	
Allowance		80,724	0.00%
The next		8,072	5.00
8,072	to	15,932	10.00
15,932	to	31,865	15.00
31,865	to	552,324	20.00
552,324	to	902,838	30.00
902,838	to	1,805,677	40.00
In excess of		1,805,677	45.00

Between Parents and Children (CGI 777-TI)

Band of Value (€)		Tax Rates (%)	
Allowance		100,000	0.00
The next		8,072	5.00
8,072	to	12,109	10.00
12,109	to	15,932	15.00
15,932	to	552,324	20.00
552,324	to	902,838	30.00
902,838	to	1,805,677	40.00
In excess of		1,805,677	45.00

Between Grandparents & Grandchildren (€) (CGI 790-B)

The tax bands and rates are exactly the same as for those between parents and children, as detailed above.

The allowances, however, are significantly lower, as follows:

Grandparent	31,865
Great-grandparent	5,310

Between siblings (€) (CGI 777-TIII)

Allowance	*15,932	0.00%
The next	24,430	35.00%
Over	24,430	45.00%

* Where the siblings were living together 5 years before death and the deceased was disabled, the tax free allowance increases.

Between other relatives (to 4th degree) (€) (CGI 779-V)

Less than	7,967	0.00%
Over	7,967	55.00%

Between unrelated persons (€) (CGI 778-IV & 779-II)

Less than	1,594	0.00%
Over	1,594	60.00%
Handicapped person	159,325	0%

Inheritance tax allowances are reset every 15 years

This information was current at of the end of December 2021

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