

Issue 02/06

To keep you up-to-date with the latest economic and financial developments, this bulletin provides information that may affect the operation of your business in Albania.

Changes to Social Security & Health Contributions

Decision no. 444, dated 21st June 2006 of the Council of Ministers, "On Social Security Contributions" amended Decision no.167, dated 29th March 2006 of the Council of Ministers.

According to the new amendment "The minimum salary subject to social security contribution is Lek 13,140 and the maximum is Lek 65, 700".

Social security contribution rates to be paid by both the employee and the employer are not subject to changes.

Therefore the same rates apply:
Contribution rate:

Paid by the employer
Social insurance 29.0%
Health insurance 1.7%

Paid by employee
Social insurance 9.50%
Health insurance 1.7%

This decision will be effective since 1st July 2006.

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For more information, contact:

KPMG Albania Sh.p.k.	Tel	+ 335 4 235532/235533
Deshmoret e 4 Shkurtit	Fax	+ 335 4 235534
P.O Box 8264	Email	gboga@kpmg.al
Tirana ALBANIA		

Genc Boga – Managing Partner
Alketa Uruçi – Manager, Tax & Legal
Mirjeta Emini –Manager, Tax & Advisory

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