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Social security parameters on 01.04.2022

Since 1st April 2022, the salary index is set at 877.01 points.

I. Social minimum wage

A. Non-qualified wage-earners

The social minimum wage for non-qualified wage-earners amounts to €263.78 per month at cost of living index 100, i.e. €2,313.38 per month at cost of living index 877,01. It is reduced for employees under 18 years.

| Age | % | Monthly gross amount | Hourly gross amount |
|----------------|------|----------------------|---------------------|
| 18 years on | 100% | €2,313.38 | €13.3721 |
| 17 to 18 years | 80% | €1,850.70 | €10.6977 |
| 15 to 17 years | 75% | €1,735.03 | €10.0291 |

B. Qualified wage-earners

The social minimum wage for qualified wage-earners amounts to \leq 316.54 per month at cost of living index 100, i.e. \leq 2,776.05 per month at cost of living index 877.01.

C. Students occupied during school holidays

The minimum remuneration of students occupied during the school holidays amounts to 80% of the social minimum salary. It is applicable to students under the age of 27.

| Age | % | Monthly gross amount | Hourly gross amount |
|----------------|------------------|----------------------|---------------------|
| 18 years on | 80% of €2,313.38 | €1,850.70 | €10.6977 |
| 17 to 18 years | 80% of €1,850.70 | €1,480.56 | €8.5582 |
| 15 to 17 years | 80% of €1,735.03 | €1,388.03 | €8.0233 |





II. Social security

A. Ceiling applicable as of 1 April 2022

| Social minimum wage for non- qualified wage-earners | Wage index 01.04.2022 | Multiplier | Income ceiling for social security contributions |
|--|--------------------------|------------|--|
| €2,313.38 | 877.01 | 5 | €11,566.88 |

B. Social security contribution rates for 2022

| | Ceiling | | Contribution rate | |
|---|-------------|------------|---------------------|---------------------|
| Coverage | Per year | Per month | Employee's part | Employer's part |
| Health Insurance-Rate Caisse Nationale de Santé (1) | €137,956.23 | €11,566.88 | 2.80% / 3.05% | 2.80% / 3.05% |
| Health Insurance- Rate Mutual Insurance (2) | €137,956.23 | €11,566.88 | / | 0.60% to 2.98% |
| Pension insurance (3) | €137,956.23 | €11,566.88 | 8.00% | 8.00% |
| Care Insurance (4) | / | / | 1.40% | / |
| Health at work Insurance (5) | €137,956.23 | €11,566.88 | / | 0.14% |
| Accident Insurance (6) | €137,956.23 | €11,566.88 | / | 0.75% |
| Total | | | 12.20% to 12.45% | 12.29% to 14.92% |

(1) Rate of 3.05% applicable to base salary and to monthly supplements in cash. Rate of 2.80% applicable to benefits in kind and to bonuses.

(2) The contribution rate depends on the average rate of absenteeism in the company.

| Rate of absenteeism | 0% to < 0.65% | <u>></u> 0.65% to <1.60% | <u>></u> 1.60% to <2,50% | <u>></u> 2.50% |
|---------------------|---------------|-----------------------------|-----------------------------|-------------------|
| Contribution rate | 0.60% | 1.13% | 1.66% | 2.98% |



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- (3) In case an old age pension pensioner is employed after the age of 65, full contributions are due. However, upon request, the contributions paid by the insured person are reimbursed to him per calendar year.
- (4) No ceiling applies to the care insurance contribution. Nevertheless, the assessable basis is reduced by an abatement equal to ¼ of the social minimum wage, i.e. €578.34 at cost of living index 877,01.
- (5) For employers affiliated to the Multisector service for health at work.
- (6) The accident insurance contribution rate is multiplied for each insured person by a bonus-malus factor which is calculated on the basis of the contributor's work-related accident allowances.

III. Family allowances

The below table summarises the family allowances applicable as of 1 August 2016, following to the law of 23 July 2016 which reformed the family allowances.

The new system applies to children born as from 1 August 2016 and having their actual permanent residence or legal domicile in Luxembourg, or who have one parent who began to work in Luxembourg as from 1 August 2016. Households with at least two children on 1 August 2016 remain subject to the old system of family allowances. Households having one child at this date transit to the new system.





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| | € | Periodicity of the payments |
|---|--|-----------------------------|
| Family allowance for: | | |
| -new system (child bonus included) - old system 1 child 2 children 3 children 4 children 5 children | € 278.45 € 278.45 € 624.61 € 1,085.56 € 1,546.69 € 2,007.48 | Monthly |
| Increase due to age (per child): | | - |
| 6-11 years 12 years and above | € 21.05 € 52.53 | Monthly |
| Special additional allowance (disabled child) | € 200.00 | J |
| School year allowance per child: - child aged 6-11 years - child aged as from 12 years and more Childbirth allowance (amount per instalment) | € 115.00 € 235.00 € 580.03 | |
| | | |
| Parental leave : - new system (Full-time parental leave for a full-time employment contract) Minimum Maximum | € 2,313.38 € 3,855.63 | } Monthly |





INTERESTED?

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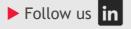
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