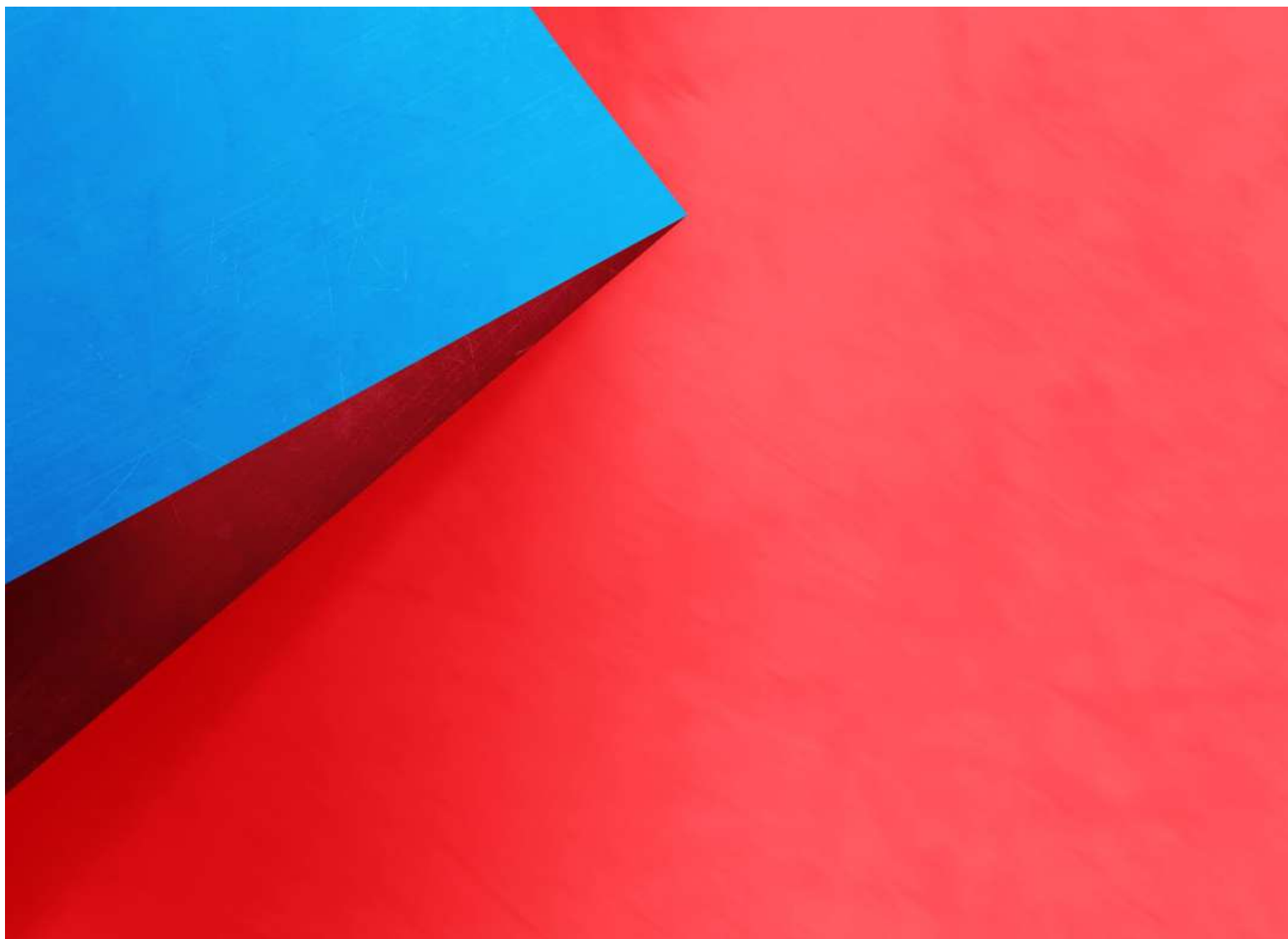


# Newsletter

## January 2022



- **Income Tax Law Amendments**
- **Introduction of new bylaws regulating the Law No. 79/2021 "On Foreigners"**
- **Law On Revaluation Of Immovable Property**

Elda Llambi

# Income Tax Law Amendments

The Council of Ministers has approved an amendment to the Law no. 8438, "On Income Tax" which extends the effects starting from July 1, 2022:

- All individuals employed in the public and private sector with a monthly income from salary up to 40'000 ALL will be exempt from personal income tax;
- Individuals with a monthly income from salary from 40'000 ALL up to 50'000 ALL will be taxed with 6.5% of the amount over 30 thousand ALL;

- Individuals with a monthly income from salary over 50'000 ALL will be taxed with the progressive income tax scheme in force with the only change of the maximum limit which becomes 200'000 ALL ■



Personal Income Tax Table – Applicable Starting From 1 July 2022

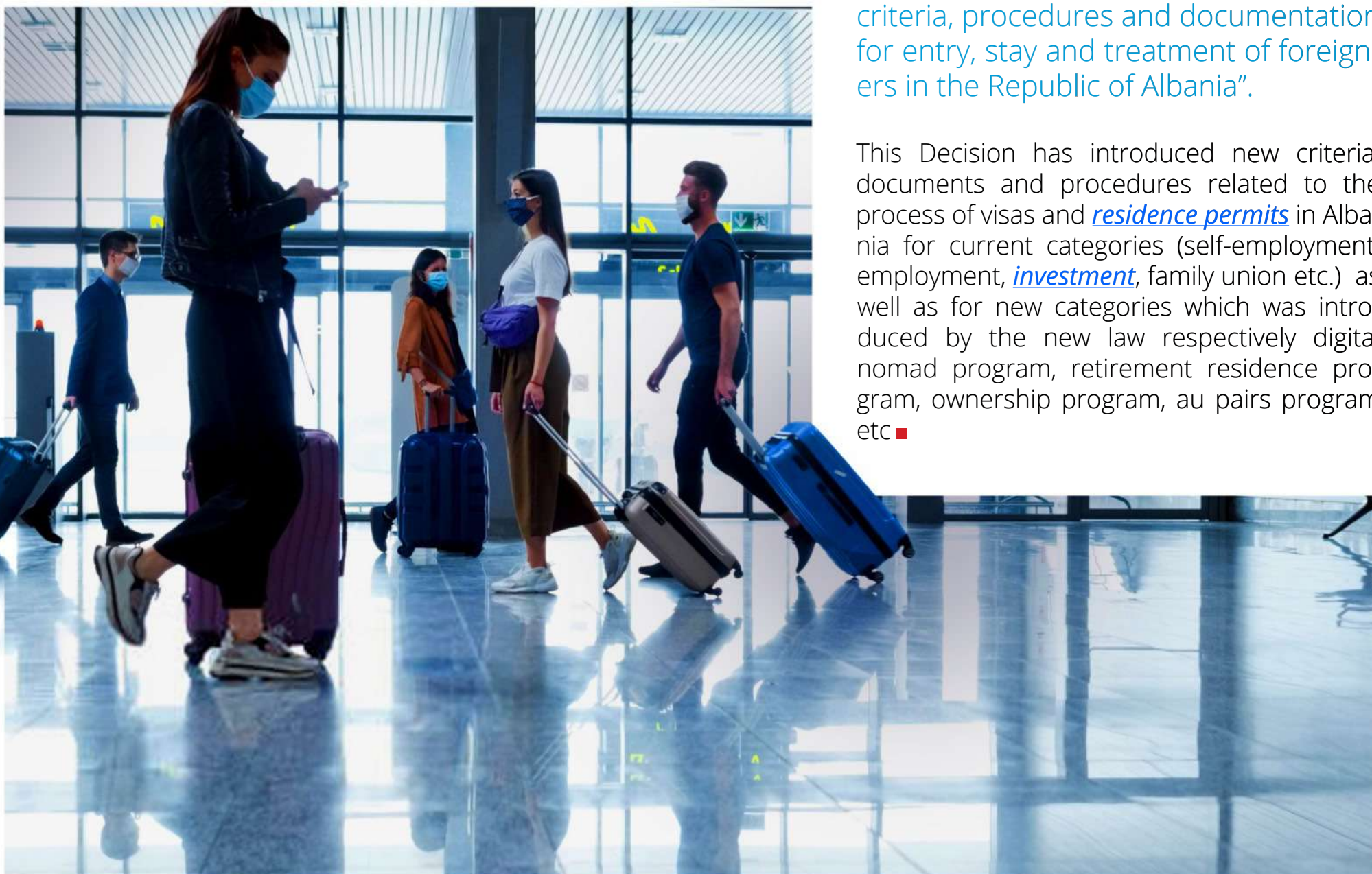
Income from Salary <i>in ALL/month</i>		Taxable Income <i>in ALL/month</i>		Percentage Tax Rate
<i>From</i>	<i>Up To</i>	<i>From</i>	<i>Up To</i>	
0	40'000	0	0	0%
40'001	50'000	0	30'000	0%
		30'001	50'000	50%*13% of the amount over 30'000 ALL
50'001	Above	0	30'000	0%
		30'001	200'000	13% of the amount over 30'000 ALL
		200'001	Above	22'100 ALL + 23% of the amount over 200'000 ALL

Elda Llambi

## Introduction of new bylaws regulating the Law No. 79/2021 “On Foreigners”

Following the entrance into force of the new Law No. 79/2021 “On Foreigners” in November 2021, on 29.12.2021 through Decision of Council of Ministers was approved the main bylaw which regulates the new law “On Foreigners”, respectively DCM No. 858 dated 29.12.2021 “On Determining the criteria, procedures and documentation for entry, stay and treatment of foreigners in the Republic of Albania”.

This Decision has introduced new criteria, documents and procedures related to the process of visas and [residence permits](#) in Albania for current categories (self-employment, employment, [investment](#), family union etc.) as well as for new categories which was introduced by the new law respectively digital nomad program, retirement residence program, ownership program, au pairs program etc. ■





Albana Fona



*The capital gains in Albania are currently taxed at a rate of 15%, therefore in cases of transfer of ownership in the future, the applicable tax would be 15% of the difference between the Selling Price and the revalued amount.*

## Law On Revaluation Of Immovable Property

**Deadline extended until APRIL 30<sup>th</sup> 2022**

The deadline for the revaluation of immovable property has been extended from 31.12.2021 to 30.04.2022.

According to Law No. 90/2019 "On revaluation of immovable property" as amended, all individuals who own immovable properties, as well as those who own immovable property in registration process shall be entitled to make a revaluation of their immovable property at reference price or market value.

The revaluation could be done through a licensed independent expert act, or by the

local directories of the National Agency on Cadaster.





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The provisions set forth in Law 90/2019 are applied to properties which are registered at National Agency on Cadaster with lower value compared to the approved reference prices and/or market price.

The applicable deducted tax for the revaluation is 3% of the difference between the revalued amount and the value of the property registered prior to the revaluation. The revalued amount will then serve as a calculation basis for the Income Tax (capital gain tax) in cases of transfer of the Ownership Title of the Immovable Property in the future.

Meanwhile, with regard to legal entities owning immovable properties in Albania, the reevaluation at market value is done through an expert act issued by a licensed independent expert.

The Legal entities will have to pay 5% of the difference between the revalued amount and the registered amount of the immovable property ■

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# Newsletter

January 2022







# Legal Services

Tirana - Pristina - Ljubljana - Skopje - Podgorica



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Aviation  
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Appeals

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