

CHART 1**IMPACT OF GOVERNMENT TAXES AND SUBSIDIES ON HOUSEHOLDS**

Income percentile	House type	Own car and employ maid	Total tax (\$\$)	Total subsidy (\$\$)	Net Gain/Loss (\$\$)
Top 20	Private flat or landed property	Yes	\$51,000	\$8,400	-\$42,600
60 th to 80 th	5-rm HDB or Executive	Yes	\$20,300	\$8,900	-\$11,400
		No	\$3,100	\$10,500	\$7,400
40 th to 60 th	4-rm HDB	No	\$2,200	\$13,400	\$11,200
20 th to 40 th	3-rm HDB	No	\$1,600	\$13,300	\$11,700
Bottom 20	1-rm or 2-rm HDB	No	\$900	\$14,000	\$13,100

Assumptions:

1. Taxes paid by households include Personal Income Tax, Goods and Services Tax, Property Tax, Foreign Worker Levy and Motor Vehicle related Taxes.
2. Each household has 2 children.
3. Subsidies and transfers received by households include education, healthcare and housing subsidies, and the first tranche of Economic Restructuring Shares and Service & Conservancy Charges, rental and Utilities-Save rebates received in 2003.
4. Net Gain/Loss of a household is defined as the total subsidies and transfers received less the taxes paid by the household.