

ESSCA LAND

Inheritance and Wealth tax



*MIRRI Federica, ITA
ESCUTIA Regina, MX
FAURE Thibault, FRA*

*KAMINSKI Mathilde, FRA
GRAF Dmitri, GER
ROQUETTE Thibault, FRA*

How does your taxes work in your country?

FRANCE

Wealth tax : ISF /IFI

- If the net value does not exceed EUR 1.3 million on 1 January 2022
- The IFI tax household is composed of either a person living alone, or 2 persons living as a couple.
- The principal residence is subject to a 30% discount on its value on 1 January 2022.
- Is calculated on the net value of your taxable assets on 1 January 2022

Inheritance tax:

- Inheritance duty depends on whether the beneficiary is domiciled in France or abroad
- Heirs can receive a personal allowance depending on their relationship to the deceased and their personal situation.
- Exempt: Must have lived with the deceased continuously for 5 years prior to death. Must be single, widowed, divorced or separated.

patrimoine entre 0 et 800 000 €	0 %
patrimoine entre 800 001 € et 1 300 000 €	0,5 %
patrimoine entre 1 300 001 € et 2 570 000 €	0,7 %
patrimoine entre 2 570 001 € et 5 000 000 €	1 %
patrimoine entre 5 000 001 € et 10 000 000 €	1,25 %
patrimoine au-dessus de 10 000 000 €	1,5 %



How does your taxes work in your country?

ITALY

Wealth tax

- It applies to both movable and immovable assets, therefore money, houses, shares, precious values, bonds.
- It can be fixed or variable. In the first case, it is paid indiscriminately by all taxpayers for the same amount. In the second, it varies according to the wealth of taxpayers.
- "Extraordinary", or "one-off", which means that it is applied only once and without any periodicity, or periodic, that is, paid with fixed deadlines.



Inheritance tax:

- For spouses and children, inheritance tax is equal to 4% of the inherited assets and is not payable if that asset is less than EUR 1 million ;
- For brothers and sisters, inheritance tax is 6% of the inherited estate and is not payable if that estate is less than 100,000 euros;
- For all other subjects, even if they have no relation to the deceased, the inheritance tax is equal to 8% of the inherited assets and is always due.



How does your taxes work in your country?

GERMANY

Wealth tax:

- 1995: Wealth tax is unconstitutional
- 1997: Wealth tax is not applied since 1997
- 2021: Discussions about reintroduction of wealth tax

Inheritance tax:

- Depends on degree of family relations and amount of inheritance
- Different tax classes for tax allowance
- Inheritance taxes fixed by each Federal State



How does your taxes work in your country?

MEXICO

Wealth tax:

- There are no wealth taxes

Inheritance tax:

- Article 93 of the Income Tax Law, section XXII, states that the income received by inheritance or legacies, as well as donations, are income for which income tax will not be paid.



PROPERTY

3% and 5% on the appraisal, cadastral or commercial value, whichever is greater,

VAT

Exempt of VAT:

DONATION

- as long as they are made from parents to children or between spouses
- provided that the total value in a calendar year is not greater than three times the minimum annual salary



Where is Esscaland ?

Esscaland is a European country, with a population of 50 millions people

Belongs to the EU

GDP : 2 400 billions

Public health care : ranked #5 in the world

Good public infrastructure

State owned critical infrastructure (nuclear power, water supply, etc)



Esscaland Wealth tax

Wealth tax includes everything
(property, stocks, etc)

Punishments for tax fraud :
10 years in prison

Fined 60% of the amount not declared in
addition

Progressive taxes

1 000 000 -> 2 000 000	1%
2 000 000 -> 3 000 000	1.5%
3 000 000 -> 5 000 000	2%
5 000 000 -> 10 000 000	4%
> 10 000 000	6%

Esscaland : Inheritance tax

- Possibility to choose whether to leave their assets to their children or not, free choice.
- In the absence of a will, the estate is divided equally between children, both male and female.

Progressive taxes

0 --> 10 000	5%
10 000 --> 15 000	10%
15 000 --> 30 000	15%
30 000 --> 100 000	20%
100 000 --> 1 000 000	30%
1 000 000 --> 2 000 000	40%
2 000 000 --> 5 000 000	50%
5 000 000 --> 20 000 000	70%
> 20 000 000	100%



What are the effects of our taxes policy ?

- Our tax policy is realistic for our country.
- The progressive tax system reduces the tax burden on the people who can least afford to pay
- Higher tax for the rich will push them to consume instead of saving, and it will help the economy.
- Taxing 100% of inheritance above 20 millions will bring revenue for better public services, like school, and will make wealth more accessible for everyone.

Bibliography :

- <https://www.agenziaentrate.gov.it/portale/schede/pagamenti/imposta-di-successione/cose-imposta-successione>
- <https://expansion.mx/finanzas-personales/2022/09/26/herencias-pagan-impuestos-en-mexico-mes-del-testamento>
- <https://www.sat.gob.mx/consulta/06711/en-que-casos-debes-pagar-el-impuesto-sobre-la-renta>
- <https://www.erbrechtsinfo.com/steuern-finanzen/erbschaftssteuer/>
- <https://www.steuerberater-berlin.de/vermoegensteuer-deutschland-nach-dem-26-september-2021/>
- <https://www.economie.gouv.fr/particuliers/impot-fortune-immobiliere-ifi#>
- <https://www.impots.gouv.fr/particulier/questions/comment-dois-je-calculer-les-droits-de-succession>
- <https://quifinanza.it/fisco-tasse/video/tassa-di-successione/493433/>
- <https://www.money.it/Tassa-di-successione-cos-e-come-funziona>