

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. 385, dated 31st May 2005 of the Council of Ministers "On Social Security Contributions" amended Decision no. 424, dated 2nd July 2004 of the Council of Ministers.

According to the new amendment "*The minimum salary subject to social security contribution is Leke 12,514 and the maximum is Leke 62,570*".

Social security contribution rates to be paid by both the employee and employer are not subject to changes; therefore the same rates apply:

Contribution rate:
Paid by employer
 Social insurance 29.0 %
 Health insurance 1.7 %

Paid by employee
 Social insurance 9.5 %
 Health insurance 1.7 %

Monthly declarations and payments of social security contributions by employers should be made not later than the 20th day of the successive month.

This decision has been effective since 1st June 2005.

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