

Estonia

Table EE.1: Tax Revenue

| | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | Ranking 2019 | Revenue 2019 (billion euros) |
|---|------|------|------|------|------|------|------|------|------|------|------|------|------|-----------------|---------------------------------------|
| A. Structure by type of tax | | | | | | | | | | | | | | | |
| as % of GDP | | | | | | | | | | | | | | | |
| Indirect taxes | 13.4 | 12.2 | 14.6 | 13.8 | 13.5 | 13.8 | 13.4 | 13.8 | 14.3 | 14.7 | 14.2 | 14.0 | 14.2 | 11 | 4.0 |
| VAT | 8.7 | 7.7 | 8.6 | 8.5 | 8.1 | 8.4 | 8.2 | 8.5 | 9.0 | 9.0 | 9.0 | 9.0 | 8.8 | 8 | 2.5 |
| Taxes and duties on imports excluding VAT | 3.7 | 3.4 | 5.1 | 4.4 | 4.4 | 4.6 | 4.4 | 4.4 | 4.4 | 4.7 | 4.3 | 4.1 | 4.2 | 1 | 1.2 |
| Taxes on products, except VAT and import duties | 0.2 | 0.2 | 0.1 | 0.2 | 0.3 | 0.2 | 0.2 | 0.2 | 0.1 | 0.2 | 0.1 | 0.1 | 0.1 | 27 | 0.0 |
| Other taxes on production | 0.8 | 0.8 | 0.8 | 0.7 | 0.7 | 0.7 | 0.7 | 0.8 | 0.7 | 0.8 | 0.7 | 0.8 | 1.1 | 18 | 0.3 |
| Direct taxes | 7.3 | 7.7 | 7.4 | 6.5 | 6.2 | 6.6 | 7.1 | 7.3 | 7.7 | 7.4 | 7.2 | 7.4 | 7.3 | 21 | 2.0 |
| Personal income taxes | 5.7 | 6.1 | 5.5 | 5.2 | 5.0 | 5.2 | 5.4 | 5.6 | 5.7 | 5.7 | 5.6 | 5.4 | 5.4 | 18 | 1.5 |
| Corporate income taxes | 1.6 | 1.6 | 1.8 | 1.3 | 1.2 | 1.4 | 1.7 | 1.7 | 2.0 | 1.7 | 1.5 | 2.0 | 1.8 | 24 | 0.5 |
| Other | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 27 | 0.0 |
| Social contributions | 10.3 | 11.4 | 12.8 | 12.6 | 11.5 | 11.1 | 10.9 | 10.8 | 11.1 | 11.1 | 11.1 | 11.5 | 11.6 | 15 | 3.3 |
| Employers' | 10.0 | 11.0 | 12.1 | 11.7 | 10.6 | 10.2 | 10.2 | 10.2 | 10.5 | 10.6 | 10.6 | 10.9 | 11.0 | 1 | 3.1 |
| Households' | 0.3 | 0.3 | 0.7 | 0.9 | 0.9 | 0.9 | 0.7 | 0.7 | 0.6 | 0.6 | 0.6 | 0.6 | 0.6 | 25 | 0.2 |
| Less: capital transfers ⁽¹⁾ | : | : | : | : | : | : | : | : | : | : | : | : | : | | |
| Total | 31.0 | 31.2 | 34.8 | 32.9 | 31.2 | 31.5 | 31.5 | 31.9 | 33.1 | 33.2 | 32.5 | 32.9 | 33.1 | 21 | 9.3 |
| B. Structure by level of government | | | | | | | | | | | | | | | |
| as % of total taxation | | | | | | | | | | | | | | | |
| Central government | 83.8 | 82.0 | 81.5 | 80.3 | 80.4 | 80.8 | 81.7 | 81.9 | 82.4 | 82.3 | 82.0 | 82.1 | 82.0 | 3 | 7.6 |
| State government ⁽²⁾ | : | : | : | : | : | : | : | : | : | : | : | : | : | | |
| Local government | 0.9 | 1.2 | 1.2 | 1.4 | 1.5 | 1.3 | 1.1 | 1.1 | 1.0 | 1.0 | 0.9 | 0.8 | 0.8 | 26 | 0.1 |
| Social security funds | 14.6 | 16.2 | 16.9 | 17.8 | 17.6 | 17.4 | 16.7 | 16.6 | 16.1 | 16.2 | 16.5 | 16.5 | 16.6 | 22 | 1.5 |
| EU institutions | 0.7 | 0.6 | 0.4 | 0.5 | 0.6 | 0.5 | 0.5 | 0.5 | 0.5 | 0.5 | 0.6 | 0.6 | 0.6 | 5 | 0.1 |
| C. Structure by economic function | | | | | | | | | | | | | | | |
| as % of GDP | | | | | | | | | | | | | | | |
| Consumption | 12.7 | 11.5 | 14.0 | 13.1 | 12.9 | 13.2 | 12.8 | 13.2 | 13.7 | 14.1 | 13.7 | 13.5 | 13.7 | 6 | 3.9 |
| Labour | 15.5 | 17.0 | 18.1 | 17.6 | 16.2 | 16.0 | 16.1 | 16.2 | 16.5 | 16.6 | 16.5 | 16.7 | 16.7 | 15 | 4.7 |
| of which on income from employment | 15.2 | 16.6 | 17.4 | 17.0 | 15.8 | 15.5 | 15.6 | 15.7 | 16.0 | 16.1 | 16.0 | 16.1 | 16.1 | 12 | 4.5 |
| Paid by employers | 10.0 | 11.0 | 12.1 | 11.7 | 10.6 | 10.2 | 10.2 | 10.2 | 10.5 | 10.6 | 10.6 | 10.9 | 11.0 | 3 | 3.1 |
| Paid by employees | 5.3 | 5.6 | 5.3 | 5.3 | 5.1 | 5.3 | 5.4 | 5.5 | 5.5 | 5.5 | 5.4 | 5.1 | 5.1 | 27 | 1.4 |
| Paid by non-employed | 0.3 | 0.4 | 0.6 | 0.6 | 0.5 | 0.5 | 0.5 | 0.5 | 0.5 | 0.5 | 0.5 | 0.6 | 0.6 | 20 | 0.2 |
| Capital | 2.7 | 2.7 | 2.7 | 2.3 | 2.1 | 2.3 | 2.6 | 2.5 | 2.9 | 2.5 | 2.3 | 2.8 | 2.6 | 26 | 0.7 |
| Income of corporations | 1.6 | 1.6 | 1.8 | 1.3 | 1.2 | 1.4 | 1.7 | 1.7 | 2.0 | 1.7 | 1.5 | 2.0 | 1.8 | 24 | 0.5 |
| Income of households | 0.2 | 0.2 | 0.1 | 0.1 | 0.1 | 0.1 | 0.1 | 0.1 | 0.2 | 0.1 | 0.1 | 0.1 | 0.2 | 23 | 0.1 |
| Income of self-employed | 0.2 | 0.2 | 0.2 | 0.2 | 0.2 | 0.2 | 0.1 | 0.1 | 0.1 | 0.1 | 0.1 | 0.1 | 0.1 | 26 | 0.0 |
| Stock of capital | 0.7 | 0.7 | 0.6 | 0.7 | 0.6 | 0.7 | 0.6 | 0.6 | 0.6 | 0.6 | 0.5 | 0.5 | 0.5 | 27 | 0.1 |

Table EE.1: Tax Revenue (continued)

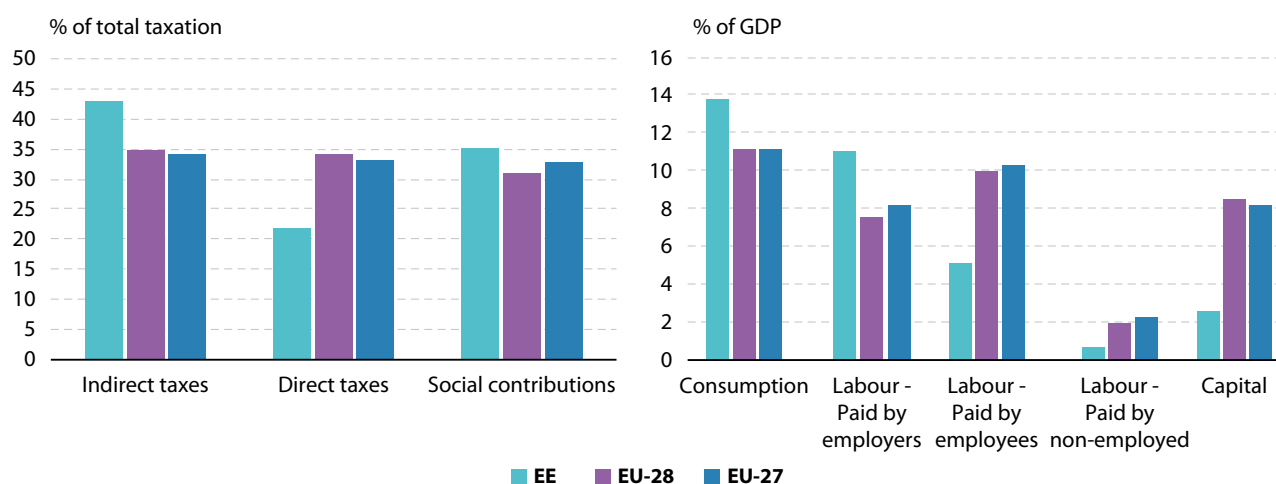
| | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | Ranking 2019 | Revenue 2019 (billion euros) |
|--|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|--------------|------------------------------|
| D. Environmental taxes as % of GDP | | | | | | | | | | | | | | | |
| Environmental taxes | 2.2 | 2.3 | 2.9 | 2.9 | 2.7 | 2.7 | 2.5 | 2.6 | 2.7 | 2.9 | 2.9 | 2.7 | 3.2 | 7 | 0.9 |
| Energy | 1.8 | 1.9 | 2.5 | 2.6 | 2.4 | 2.4 | 2.2 | 2.3 | 2.4 | 2.6 | 2.5 | 2.4 | 2.9 | 2 | 0.8 |
| of which transport fuel taxes | 1.7 | 1.6 | 2.2 | 2.1 | 2.0 | 2.0 | 1.9 | 1.9 | 2.0 | 2.2 | 2.2 | 2.0 | 2.3 | 1 | |
| Transport | 0.1 | 0.0 | 0.0 | 0.1 | 0.1 | 0.1 | 0.1 | 0.1 | 0.1 | 0.1 | 0.1 | 0.1 | 0.0 | 27 | 0.0 |
| Pollution and resources | 0.33 | 0.33 | 0.38 | 0.30 | 0.29 | 0.26 | 0.28 | 0.29 | 0.29 | 0.30 | 0.29 | 0.28 | 0.21 | 4 | 0.1 |
| E. Property taxes as % of GDP | | | | | | | | | | | | | | | |
| Taxes on property | 0.4 | 0.4 | 0.3 | 0.4 | 0.4 | 0.4 | 0.4 | 0.4 | 0.4 | 0.3 | 0.3 | 0.3 | 0.3 | 27 | 0.1 |
| Recurrent taxes on immovable property | 0.2 | 0.3 | 0.3 | 0.3 | 0.3 | 0.3 | 0.3 | 0.3 | 0.3 | 0.3 | 0.2 | 0.2 | 0.2 | 23 | 0.1 |
| Other taxes on property | 0.2 | 0.1 | 0.0 | 0.0 | 0.1 | 0.1 | 0.1 | 0.1 | 0.1 | 0.1 | 0.1 | 0.1 | 0.1 | 25 | 0.0 |
| F. Implicit tax rates % | | | | | | | | | | | | | | | |
| Consumption | 20.9 | 18.3 | 21.9 | 20.9 | 21.4 | 21.6 | 20.7 | 21.6 | 22.2 | 23.0 | 22.8 | 22.7 | 23.8 | 3 | |
| Labour | 33.9 | 33.5 | 34.7 | 36.3 | 35.1 | 34.7 | 34.5 | 34.2 | 33.6 | 34.9 | 33.5 | 33.4 | 32.9 | 17 | |
| G. Payable tax credits as % of GDP | | | | | | | | | | | | | | | |
| Total payable tax credits | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | | 0.0 |
| Tax expenditure component | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | | 0.0 |
| Transfer component | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | | 0.0 |
| Total tax revenue adjusted for payable tax credits | 31.0 | 31.2 | 34.8 | 32.9 | 31.2 | 31.5 | 31.5 | 31.9 | 33.1 | 33.2 | 32.5 | 32.9 | 33.1 | | 9.3 |

(¹) Representing taxes assessed but unlikely to be collected.

(²) This level refers to the *Länder* in Austria and Germany, the *gewesten and gemeenschappen / régions et communautés* in Belgium, and the *comunidades autónomas* in Spain.

Source: European Commission, DG Taxation and Customs Union, based on Eurostat data

Figure EE.1: Tax revenues by main taxes, 2019
(in % of total taxation (left graph) and in % of GDP (right graph))



Source: European Commission, DG Taxation and Customs Union, based on Eurostat data

Table EE.2: Latest tax reforms

| Description of measure | Change | Date |
|---|------------------------------|--|
| Personal income tax: Earned income | | |
| Introduction of supplementary basic allowance for 3rd child | Base decrease | Legislation: 2019-12-23 In force from: 2020-01-01 |
| Personal income tax: Unincorporated businesses/Self employment income | | |
| Forest income tax exemption increase to EUR 5000 | Base decrease | Legislation: 2020-04-21 In force from: 2020-01-01 |
| Social security contributions: Employer | | |
| Temporary cancellation of social tax minimum for employers for three months | Base decrease | Legislation: 2020-04-15 In force from: 2020-04-22 |
| Social security contributions: Self-employed | | |
| The state pays the advance payment of social tax for self-employed persons for the first quarter of 2020. | Neutral | Legislation: 2020-04-15 In force from: 2020-04-22 |
| Value-added tax | | |
| Abolition of the EUR 22 exemption for a small consignments imported from outside the Community (EU) | Base increase | Announcement: 2020-08-10 Legislation: 2021-02-10 In force from: 2021-07-01 |
| Bad debts (change in VAT procedure related to unpaid invoices) | Neutral | Announcement: 2020-08-10 Legislation: 2021-02-10 In force from: 2022-01-01 |
| Environmentally-related taxes | | |
| Reduction of fuel excise duties (diesel, liquid gas) | Rate decrease; base decrease | Announcement: 2020-04-15 Legislation: 2020-04-17 In force from: 2020-05-01 |
| Reduction of natural gas excise duty | Rate decrease; base decrease | Announcement: 2020-04-15 Legislation: 2020-04-17 In force from: 2020-05-01 |
| Reduction of electricity excise duty | Rate decrease; base decrease | Announcement: 2020-04-15 Legislation: 2020-04-17 In force from: 2020-05-01 |
| Health-related taxes | | |
| Increase in smoking tobacco excise rate by 8% from 01/01/2020 | Rate increase; base increase | Announcement: 2019-12-11 Legislation: 2019-12-19 In force from: 2020-01-01 |
| Other excise duties | | |
| Suspension of the obligation to pay excise duty of tobacco liquids excise duties | Rate decrease; base decrease | Announcement: 2020-12-16 Legislation: 2020-12-18 In force from: 2021-04-01 |