

Erasmus + Personal Finance Programme



MODULE 4: Taxes Scheme of Work

Coordinator



Lancaster Royal
Grammar School

Program Partners



Erasmus+

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Learning objectives and Scheme of work

The following scheme of work is for guidance only. Delivery of content will depend on time availability, teacher expertise and preference and pupil preference.

Week & Lesson	Subject content	What students need to learn:	suggested activities/resources (add Kahoot, pupil bklt, case study etc) web links, you tube/vid links	Teaching points to note
	1. What are taxes?	A: income tax from pay B: taxes on consumption C: capital gains are taxed D: estates and gifts are taxed	https://www.vero.fi/tietoa-verohallinnosta/tietoa_verotuksest/esitys_ ja_opetusmateriaali/verotus_suomess/ https://www.verokampus.fi/opettajille/ https://www.youtube.com/watch?v=0opG3ts_pd0&list=PLTSxsSRI7QAHo-Xz5SjRa9e6tvYN87Vo1&index=8 https://vm.fi/verotus/verotusjarjestelma	<p>Taxes are mandatory payments that the state collects to provide services for the public.</p> <p>Taxes are also meant to influence consumer behavior. Mandatory social security payments are tax-like payments that are collected in pay.</p>
	2. Why do we pay taxes?	A: State funds itself with taxes B: Citizens get services paid for by their taxes.	https://www.youtube.com/watch?v=nm6qL2aZRbA&index=3&t=0s&list=PLTSxsSRI7QAHo-Xz5SjRa9e6tvYN87Vo1 https://www.vero.fi/tietoa-verohallinnosta/tietoa_verotuksest/	<p>Services that the students are familiar with include: free education, libraries, infrastructure, sports facilities.</p>

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	3. Direct and indirect taxes	A: Direct taxes. e.g. income tax B: Indirect taxes are collected in prices of goods and services	https://vm.fi/verotus/verotusjarjestelma	
	4. Different tax deductions	A: Tax official makes some deductions automatically B: Some deductions you declare yourself	https://www.verokampus.fi/opettajille/vahennykset/	The most common deductibles are commuter expenses, professional expenses and trade union fees.
	5. Young people and taxes	A: Under 15 years old: your own tax card B: Summer job may be tax free if you earn less than 10,500 euros	https://www.vero.fi/omavero https://www.youtube.com/watch?v=pDPOQde4mYo&list=PLTSxsSRI7QAHo-Xz5SjRa9e6tvYN87Vo1&index=6 https://www.youtube.com/watch?v=h0X9PNkOLm4&list=PLTSxsSRI7QAHo-Xz5SjRa9e6tvYN87Vo1&index=3 https://www.youtube.com/watch?v=VqvoSdQMhf8&index=4&list=PLTSxsSRI7QAHo-Xz5SjRa9e6tvYN87Vo1	If the employer does not have the card, the tax rate is 60%. Student allowance, sickness benefit and unemployment benefit affect the tax rate of your income. Mandatory social insurance payments take about eight per cent of your pay even if your tax rate is zero.
	6. Company taxation	A: Also companies pay taxes.	https://www.veronmaksajat.fi/Yrittaja/ https://www.vero.fi/yriitykset-ja-yhteisot/	The form of the company affects taxation. Limited companies' and co-operatives' income is taxable. The tax rate is 20%. Dividends

			<p>https://www.youtube.com/watch?v=T79hz-TSo0c&index=9&list=PLTSxsSRI7QAHo-Xz5SjRa9e6tvYN87Vo1</p> <p>https://www.youtube.com/watch?v=EzB7ToYHFc8&index=10&list=PLTSxsSRI7QAHo-Xz5SjRa9e6tvYN87Vo1</p> <p>https://www.youtube.com/watch?v=0RQxgnVVu3U&list=PLTSxsSRI7QAHo-Xz5SjRa9e6tvYN87Vo1&index=11</p> <p>https://europa.eu/youreurope/business/taxation/business-tax/company-tax-eu/index_fi.htm</p>	<p>are taxed as capital gains for the beneficiary.</p> <p>Profit for entrepreneurs and partnership companies is taxed as income for the entrepreneur/owner.</p> <p>Company taxation in the EU, check the link.</p>
	7. Tax havens	A: The concept of tax haven	<p>https://yle.fi/aihe/termi/finto/httpwww.wysofiontokokop50561/veroparatiisit</p> <p>https://www.vero.fi/tietoa-verohallinnosta/tietoa_verotuksest/verovaj/veroparatiisi/</p> <p>https://yle.fi/aihe/artikkeli/2018/03/29/kaksi-vuotta-panaman-papereista-suomen-verottajan-tahanastinen-saalis-on-laiha</p> <p>https://yle.fi/aihe/artikkeli/2018/06/20/uusi-tietovuoto-paljastaa-teidan-vuoksi-joudumme-maksamaan-veroja</p>	<p>You can legally place your assets in a tax haven, but there is no great benefit in it if you abide by the Finnish tax laws.</p> <p>Using tax havens is tax evasion when you place income that would be taxed in Finland to a tax haven with artificial arrangements.</p>

	8. Grey economy	A: Grey economy B: Undocumented workforce C: Virtual currency D: New forms of work	https://www.verokampus.fi/opettajille/harmaa-talous/ https://www.mustatulevaisuus.fi/fi/ilmiot https://www.youtube.com/watch?v=KThQbdi6vOE&index=16&list=PLTxsSRI7QAHo-Xz5SjRa9e6tvYN87Vo1	Undocumented work does not gain you pension, and you are not insured. Because of grey economy, the tax burden for honest taxpayers is greater.
	9. Taxation in buying a residence	A: You pay transfer tax when buying a flat.	https://www.veronmaksajat.fi/Asunto-ja-auto/Varainsiirtovero/	Young people (18-39) don't pay the tax.
	10. Estate tax and capital transfer tax	A: Estate tax B: Capital transfer tax	https://www.vero.fi/henkiloasiakkaat/omaisuus/perinto/estate tax calculator https://www.vero.fi/henkiloasiakkaat/omaisuus/lahja/verollinen-vai-verovapaa-lahja/ https://www.veronmaksajat.fi/Perinto-ja-lahja/	Estate tax is collected from estate worth 20,000 euros or more. Estate tax is defined based on the value of the estate and the closeness of the kinship between the inherited and the heir. The capital transfer tax applies also to gifts received from the same donor during three years, if the combined value of the gifts is 5,000 euros or more.
	11. Tax rate calculator	A: Try the calculator and see how the rate is affected by income.	https://prosentti.vero.fi/VPL2018/Sivut/Henkilotiedot.aspx	Mandatory social payments come on top of the tax.
	12. Glossary: taxes	A: Vocabulary on taxation	https://vnk.fi/documents/10616/343825/Verosanasto_2002/a83bb463-8e34-4952-a486-6a79f1510b84/Verosanasto_2002.pdf	When you are familiar with the concepts, it is easier to understand the content.



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MODULES

1. Bank Accounts
2. Internet Security
3. Wages, Salaries & Payslips
4. Taxes
5. Budgeting
6. Borrowing Money
7. Mortgages
8. Insurance
9. Investments
10. Pensions



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