

# HOUSE TAX

## Hearty Reminder

### **About the House Tax:**

The house tax shall be collected from the house owners as a kind of property tax. Besides the normal configured housing structures, all other types of specially configured buildings intended for residential, business and working use, such as loft buildings or other odd-shaped warehouses, fuel tanks or gas stations are also subject to house tax.

### **Tax Scope:**

The house tax shall be levied on all houses attached to land and on such other buildings, which enhance the utility value of those houses.

### **Taxpayers:**

The house tax shall be collected from the house owner. Where a right of Dien exists, the house tax shall be collected from the Dien-holder.

Where a house is jointly owned by more than one person, the house tax shall be collected from the joint owners who shall designate one of themselves to pay the tax on their behalf. In case no one is designated to pay the tax, the present occupant or user shall pay on behalf of the joint owners.

### **Calculation of House Tax:**

The house tax is not levied based on the building cost or market value, but is based on the current value of standard price and multiply an applicable tax rate, which is calculated by the formula below,

The standard house price × size (acreage) × (1 – an applicable depreciation rate × the years of depreciation) × an adjustment rate based on the level / class of street or road × an applicable tax rate = payable house tax.

**Tax Rate Table:**

<b>House Classification</b>	<b>Min. Rates</b>	<b>Max. Rates</b>
1. Residential purposes by the owner 2. House leased for public welfare purposes by a landlord registered with the local government	1.2%	
Residential purposes	1.5%	3.6%
1. Business purposes 2. Private hospitals 3. Private clinics 4. Professional offices	3%	5%
The premises for the non - profit civil organizations	1.5%	2.5%
The actual enforced rates shall be promulgated by County (or City) Government.		

**Collection Period:**

The collection period is from May 1<sup>st</sup> to May 31<sup>st</sup> each year.

If you have any questions, please contact your Local Revenue Service Office for inquiring about related regulations of the house tax.