

Tables confirming tax and tax credit rates and thresholds for 2013-14

Table 1.A: Bands of taxable income

2012-13	£ a year	2013-14	£ a year
Basic ^{1,2} rate (20 per cent)	0 - 34,370	Basic ^{1,2} rate (20 per cent)	0 - 32,010
Higher ² rate (40 per cent)	34,371 - 150,000	Higher ² rate (40 per cent)	32,011 - 150,000
Additional rate (50 per cent)	Over 150,000	Additional rate (45 per cent)	Over 150,000

¹ From 2008-09 there is a 10 per cent starting rate for savings income only. The starting rate limit for savings is £2,710 for 2012-13 and will increase in line with RPI to £2,790 for 2013-14. If an individual's taxable non-savings income exceeds the starting rate limit, then the 10 per cent starting rate for savings will not be available for savings income

² The rates available for dividends for the 2012-13 tax year are the 10 per cent dividend ordinary rate, 32.5 per cent dividend upper rate and the 42.5 per cent dividend additional rate. For the tax year 2013-14, 10 per cent dividend ordinary rate, 32.5 per cent dividend upper rate and the 37.5 per cent dividend additional rate are available.

Table 1.B: Income tax allowances

	£ a year		
	2012-13	2013-14	Change
Personal Allowance ¹			
aged 65 and under	8,105		
aged 65-74	10,500		
aged 75 and over	10,660		
those born after 6 April 1948		9,440	1,335
those born between 6 April 1938 and 5 April 1948		10,500	-
those born before 5 April 1938		10,660	-
Income limit for personal allowance ²	100,000	100,000	-
Income limit for age-related allowances ³	25,400		
Income limit for personal allowances (born before 6 April 1948) ³		26,100	700
Married couples' allowance ⁴			
maximum amount ⁵	7,705	7,915	210
minimum amount ⁶	2,960	3,040	80
Blind person's allowance	2,100	2,160	60

¹ Up to and including 2012-13, the amount of an individual's personal allowance depends upon their age and their income in the tax year. From 2013-14, the amount of an individual's personal allowance depends on their date of birth and their income in the tax year. This change has no effect on an individual's entitlement to the married couple's allowance or the blind person's allowance.

² The personal allowance reduces where the individual's income is above this limit by £1 for every £2 above the limit. This applies regardless of age or date of birth.

³ This allowance reduces where the individual's income is above the income limit (£25,400 for 2012-13, £26,100 for 2013-14) by £1 for every £2 above the income limit until they reach the level of the basic personal allowance.

⁴ Available to people born before 6 April 1935. Tax relief for this allowance is restricted to 10 per cent.

⁵ This allowance reduces where the individual's income is above the income limit (£25,400 for 2012-13, £26,100 for 2013-14) by £1 for every £2 above the income limit until it reaches the minimum amount. Any reduction applies after any reduction to the individual's personal allowance.

⁶ This is also the maximum relief for maintenance payments where at least one of the parties is born before 6 April 1935.

Table 1.C: Class 1 National Insurance Contribution rates 2013-14

Employee (primary)		Employer (secondary)	
Earnings ¹ £ a week	NIC rate ² per cent	Earnings ¹ £ a week	NIC rate ³ per cent
Below £109 (LEL)	0	Below £148 (ST)	0
£109 – £149 (PT) ⁴	0	Above £148	13.8
£149 – £797 (UEL)	12		
Above £797	2		

¹ The limits are defined as LEL - lower earnings limit; PT - primary threshold; ST - secondary threshold; and UEL - upper earnings limit.

² The contracted-out rebate for primary contributions in 2013-14 is 1.4 per cent of earnings between the LEL and the upper accrual point (UAP) of £770 for contracted-out salary-related schemes (COSRS). Contracting out for money purchase schemes (COMPS) was abolished on 5 April 2012.

³ The contracted-out rebate for secondary contributions is 3.4 per cent of earnings between the LEL and UAP for COSRS.

⁴ No NICs are actually payable but a notional Class 1 NIC is deemed to have been paid in respect of earnings between LEL and PT to protect contributory benefit entitlement.

Table 1.D: Self-employed National Insurance Contribution rates 2013-14

Annual profits ¹ £ a year	Self-employed NICs	
	Class 2 ² £ a week	Class 4 per cent
Below £5,725 (SEE) ³	0.00	0
£5,725 to £7,755 (LPL)	2.70	0
£7,755 to £41,450 (UPL)	2.70	9
Above	2.70	2

¹ The limits are defined as SEE - small earnings exception; LPL - lower profits limit and UPL - upper profits limit.

² Class 2 NICs are paid at a weekly flat rate of £2.70 by all self employed persons unless they have applied for a small earnings exception.

³ The self-employed may apply for exception from paying Class 2 contributions if their earnings are less than, or expected to be less than the level of the small earnings exception.

Table 1.E: Other NICs rates

	2012-13	2013-14
Married Women's reduced rate (per cent)	5.85	5.85
Special Class 2 rate for share fishermen	3.30 per week	3.35 per week
Special Class 2 rate for volunteer development workers	5.35 per week	5.45 per week
Class 3 rate	13.25 per week	13.55 per week

¹ Married Women's reduced rate is paid only by married women and certain widows with valid reduced rate elections.

² Class 3 NICs are paid by contributors to make the year a qualifying year for basic State Pension and Bereavement Benefit purposes.

Table 1.F: Working and Child Credit Tax rates and thresholds

	£ a year		
	2012-13	2013-14	Change
Working Tax Credit			
Basic element	1,920	1,920	-
Couple and lone parent element	1,950	1,970	20
30 hour element	790	790	-
Disabled worker element	2,790	2,855	65
Severe disability element	1,190	1,220	30
Childcare element			
maximum eligible cost for one child	£175 per week	£175 per week	-
maximum eligible cost for two or more children	£300 per week	£300 per week	-
<i>per cent of eligible costs covered</i>	<i>70 per cent</i>	<i>70 per cent</i>	-
Child Tax Credit			
Family element	545	545	-
Child element	2,690	2,720	30
Disabled child element	2,950	3,015	65
Severely disabled child element	1,190	1,220	30
Income thresholds and withdrawal rates			
Income threshold	6,420	6,420	-
<i>Withdrawal rate (per cent)</i>	<i>41%</i>	<i>41%</i>	-
First threshold for those entitled to Child Tax Credit only	15,860	15,910	-
Income rise disregard	10,000	5,000	-
Income fall disregard	2,500	2,500	-

Table 1.G: Child Benefit and Guardian's Allowance

	£ a week		
	2012-13	2013-14	Change
Child Benefit			
First child rate	20.30	20.30	-
Rate for additional children	13.40	13.40	-
Guardian's Allowance	15.55	15.90	35

Table 1.H: Tax-free Savings Accounts

	£ a year	
	2012-13	2013-14
Individual Savings Account (ISA) subscription limit		
Overall limit	11,280	11,520
of which cash	5,640	5,760
of which stocks and shares	11,280	11,520
Junior ISA subscription limit	3,600	3,720
Child Trust Fund (CTF) subscription limit	3,600	3,720

Table 1.I: Fuel Benefit Charge

	2012-13	2013-14
Company Car Tax Fuel Benefit Charge		
Car Fuel Benefit Charge Multiplier	£20,200	£21,100
Van Fuel Benefit Charge	£550	£564

Table 1.J: Air Passenger Duty (APD)

APD distance bands	£ a year		
	(£ a passenger from 1 April 2013)		
Miles from UK	Reduced rate (in lowest class of travel)	Standard rate (in other than lowest class of travel)	Higher rate ¹
Band A (0-2000)	£13	£26	£52
Band B (2001-4000)	£67	£134	£268
Band C (4001 – 6000)	£83	£166	£332
Band D (over 6000)	£94	£188	£376

¹ To apply to aircraft with an authorised take off weight of 20 tonnes or more, authorised to seat less than 19 passengers.