

## PERSONAL TAX

Income Tax allowances table			
Income Tax allowances	2009-10	2010-11	2011-12
<b>Personal Allowance</b>	£6,475	£6,475	£7,475
<p><b>Please note From the 2010-11 tax year the Personal Allowance reduces where the income is above £100,000 - by £1 for every £2 of income above the £100,000 limit. This reduction applies irrespective of age.</b></p>			
<b>Income limit for Personal Allowance</b>	Not applicable	£100,000	£100,000
<b>Personal Allowance for people aged 65-74 (2)</b>	£9,490	£9,490	£9,940
<b>Personal Allowance for people aged 75 and over (2)</b>	£9,640	£9,640	£10,090
<b>Married Couple's Allowance (born before 6th April 1935 but aged under 75) (2)(3)(4)</b>	Not applicable	Not applicable	Not applicable
<b>Married Couple's Allowance (born before 6th April 1935 and aged 75 and over) (2) (3)</b>	£6,965	£6,965	£7,295
<b>Income limit for age-related allowances</b>	£22,900	£22,900	£24,000
<b>Minimum amount of Married Couple's Allowance</b>	£2,670	£2,670	£2,800
<b>Blind Person's Allowance</b>	£1,890	£1,890	£1,980

2. These allowances reduce where the income is above the income limit for age-related allowances by £1 for every £2 of income above the limit. For the 2009-10 they will never be less than the basic Personal Allowance or minimum amount of Married Couple's Allowance. However, from the 2010-11 tax year the Personal Allowance for people aged 65 to 74 and 75 and over can be reduced below the basic Personal Allowance where the income is above £100,000.
3. Tax relief for the Married Couple's Allowance is given at the rate of 10 per cent.
4. In the 2009-10 tax year all Married Couple's Allowance claimants in this category became 75 at some point during the year and therefore entitled to the higher amount of the allowance - for those aged 75 and over.

## NATIONAL INSURANCE

<b>National Insurance contributions - rates and allowances</b>			
<b>£ per week</b>	<b>2009-10</b>	<b>2010-11</b>	<b>2011-12</b>
<b>Lower earnings limit, primary Class 1</b>	£95	£97	£102
<b>Upper earnings limit, primary Class 1</b>	£844	£844	£817
<b>Upper accrual point</b>	£770	£770	£770
<b>Primary threshold</b>	£110	£110	£139
<b>Secondary threshold</b>	£110	£110	£136
<b>Employees' primary Class 1 rate between primary threshold and upper earnings limit</b>	11%	11%	12%
<b>Employees' primary Class 1 rate above upper earnings limit</b>	1%	1%	2%
<b>Class 1A rate on employer provided benefits (1)</b>	12.8%	12.8%	13.8%
<b>Employees' contracted-out rebate</b>	1.6%	1.6%	1.6%
<b>Married women's reduced rate between primary threshold and upper earnings limit</b>	4.85%	4.85%	5.85%
<b>Married women's rate above upper earnings limit</b>	1%	1%	2%
<b>Employers' secondary Class 1 rate above secondary threshold</b>	12.8%	12.8%	13.8%
<b>Employers' contracted-out rebate, salary-related schemes</b>	3.7%	3.7%	3.7%
<b>Employers' contracted-out rebate, money-purchase schemes</b>	1.4%	1.4%	1.4%
<b>Class 2 rate</b>	£2.40	£2.40	£2.50
<b>Class 2 small earnings exception</b>	£5,075 per year	£5,075 per year	£5,315 per year
<b>Special Class 2 rate for share fishermen</b>	£3.05	£3.05	£3.15
<b>Special Class 2 rate for volunteer development workers</b>	£4.75	£4.85	£5.10
<b>Class 3 rate</b>	£12.05	£12.05	£12.60
<b>Class 4 lower profits limit</b>	£5,715 per year	£5,715 per year	£7,225 per year
<b>Class 4 upper profits limit</b>	£43,875 per year	£43,875 per year	£42,475 per year
<b>Class 4 rate between lower profits limit and upper profits limit</b>	8%	8%	9%

<b>Class 4 rate above upper profits limit</b>	1%	1%	2%
<b>Additional primary Class 1 percentage rate on deferred employments</b>	1%	1%	2%
<b>Additional Class 4 percentage rate where deferment has been granted</b>	1%	1%	2%

1. Class 1A NICs are payable in July and are calculated on the value of taxable benefits provided in the previous tax year, using the secondary Class 1 percentage rate appropriate to that tax year.