



Finance Act 2014

2014 CHAPTER 26

PART 1

INCOME TAX, CORPORATION TAX AND CAPITAL GAINS TAX

CHAPTER 1

CHARGE, RATES ETC

Income tax

1 Charge, rates, basic rate limit and personal allowance for 2014-15

- (1) Income tax is charged for the tax year 2014-15.
- (2) For that tax year—
 - (a) the basic rate is 20%,
 - (b) the higher rate is 40%, and
 - (c) the additional rate is 45%.
- (3) For that tax year—
 - (a) the amount specified in section 10(5) of ITA 2007 (basic rate limit) is replaced with “£31,865”, and
 - (b) the amount specified in section 35(1) of that Act (personal allowance for those born after 5 April 1948) is replaced with “£10,000”.
- (4) Accordingly for that tax year—
 - (a) section 21 of that Act (indexation of limits), so far as relating to the basic rate limit, does not apply, and
 - (b) section 57 of that Act (indexation of allowances), so far as relating to the amount specified in section 35(1) of that Act, does not apply.