

SCHEDULES

SCHEDULE 2

DEDUCTION FROM EARNINGS

Deduction by employer: general

3.—(1) This paragraph applies where an employer of the liable person has received a notice under paragraph 1 relating to the liable person.

(2) On each pay-day the employer must make a deduction from the net earnings which the employer would otherwise pay to the liable person on that pay-day.

(3) Where the earnings are payable weekly, the amount to be deducted is—

- (a) the percentage of net earnings specified in Table A below for the band within which the net earnings payable on the pay day in question fall, or
- (b) a lower amount calculated in the manner specified in the notice.

Table A

<i>Net earnings band</i>	<i>Percentage of net earnings</i>
Not exceeding £100	Nil
Exceeding £100 but not exceeding £160	3
Exceeding £160 but not exceeding £220	5
Exceeding £220 but not exceeding £270	7
Exceeding £270 but not exceeding £375	11
Exceeding £375 but not exceeding £520	15
Exceeding £520	20

(4) Where the earnings are payable monthly, the amount to be deducted is—

- (a) the percentage of net earnings specified in Table B below for the band within which the net earnings payable on the pay day in question fall, or
- (b) a lower amount calculated in the manner specified in the notice.

Table B

<i>Net earnings band</i>	<i>Percentage of net earnings</i>
Not exceeding £430	Nil
Exceeding £430 but not exceeding £690	3
Exceeding £690 but not exceeding £950	5
Exceeding £950 but not exceeding £1,160	7

Status: This is the original version (as it was originally made). This item of legislation is currently only available in its original format.

<i>Net earnings band</i>	<i>Percentage of net earnings</i>
Exceeding £1,160 but not exceeding £1,615	11
Exceeding £1,615 but not exceeding £2,240	15
Exceeding £2,240	20

(5) Where an amount determined under sub-paragraph (3) or (4) results in a fraction of a penny, that fraction is to be disregarded if it is half a penny or less; otherwise it is to be treated as a penny.

(6) The employer remains subject to the duty under sub-paragraph (2) unless and until—

(a) the employer is notified by the Department that the notice—

- (i) has been varied under paragraph 9,
- (ii) has been discharged under paragraph 10, or
- (iii) has lapsed under paragraph 11, or

(b) the employer considers that, as a result of deductions under this Schedule, the outstanding amount is nil.