
STATUTORY INSTRUMENTS

2020 No. 273

SOCIAL SECURITY

The Employment Allowance (Increase of Maximum Amount) Regulations 2020

Approved by both Houses of Parliament

<i>Made</i>	- - - -	<i>11th March 2020</i>
<i>Laid before Parliament</i>		<i>12th March 2020</i>
<i>Coming into force</i>	- -	<i>6th April 2020</i>

The Treasury make these Regulations in exercise of the power conferred by section 5(1)(a) of the National Insurance Contributions Act 2014⁽¹⁾.

Citation and commencement

1. These Regulations may be cited as the Employment Allowance (Increase of Maximum Amount) Regulations 2020 and come into force on 6th April 2020.

Amendment to the National Insurance Contributions Act 2014

2. In section 1(2)(a)(2) of the National Insurance Contributions Act 2014 (employment allowance for national insurance contributions), for “£3,000” substitute “£4,000”.

11th March 2020

Maggie Throup
Iain Stewart
Two of the Lords Commissioners of Her Majesty’s Treasury

(1) [2014 c.7](#).
(2) The figure in section 1(2)(a) was substituted by [S.I. 2016/63](#).

Status: This is the original version (as it was originally made).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

EXPLANATORY NOTE

(This note is not part of the Regulations)

These Regulations amend the National Insurance Contributions Act 2014 (c.7) (“the Act”). Persons who incur liabilities to pay secondary Class 1 National Insurance contributions during a tax year are entitled under section 1 of the Act to claim an allowance, known as the “employment allowance”, which they can deduct from their payments in respect of these liabilities. Regulation 2 amends section 1(2)(a) of the Act so as to increase the maximum amount of the employment allowance from £3,000 to £4,000 for the tax year 2020-21 and subsequent tax years.

A Tax Information and Impact Note covering this instrument will be published on the HMRC website at <http://www.gov.uk/government/collections/tax-information-and-impact-notes-tiins>.