



# Finance Act 2014

## 2014 CHAPTER 26

### PART 1

#### INCOME TAX, CORPORATION TAX AND CAPITAL GAINS TAX

### CHAPTER 1

#### CHARGE, RATES ETC

#### *Income tax*

#### **4 Indexation of limits and allowances under ITA 2007**

- (1) ITA 2007 is amended as follows.
- (2) In section 21 (indexation of the basic rate limit and starting rate limit for savings)—
  - (a) in each of subsections (1), (3) and (3A), for “retail prices index” substitute “consumer prices index”, and
  - (b) after subsection (5) insert—

“(6) In this section “consumer prices index” means the all items consumer prices index published by the Statistics Board.”
- (3) In section 57 (indexation of allowances)—
  - (a) in each of subsections (2), (3) and (4), for “retail prices index” substitute “consumer prices index”, and
  - (b) after subsection (6) insert—

“(7) In this section “consumer prices index” means the all items consumer prices index published by the Statistics Board.”
- (4) The amendments made by subsections (2) and (3) have effect for the tax year 2015-16 and subsequent tax years.