



Finance Act 2017

2017 CHAPTER 10

PART 1

DIRECT AND INDIRECT TAXES

Income tax charge and rates

1 Income tax charge for tax year 2017-18

Income tax is charged for the tax year 2017-18.

2 Main rates of income tax for tax year 2017-18

For the tax year 2017-18 the main rates of income tax are as follows—

- (a) the basic rate is 20%;
- (b) the higher rate is 40%;
- (c) the additional rate is 45%.

3 Default and savings rates of income tax for tax year 2017-18

(1) For the tax year 2017-18 the default rates of income tax are as follows—

- (a) the default basic rate is 20%;
- (b) the default higher rate is 40%;
- (c) the default additional rate is 45%.

(2) For the tax year 2017-18 the savings rates of income tax are as follows—

- (a) the savings basic rate is 20%;
- (b) the savings higher rate is 40%;
- (c) the savings additional rate is 45%.

Status: Point in time view as at 27/04/2017.

Changes to legislation: There are currently no known outstanding effects for the Finance Act 2017, Cross Heading: Income tax charge and rates. (See end of Document for details)

4 Starting rate limit for savings for tax year 2017-18

- (1) For the amount specified in section 12(3) of ITA 2007 (starting rate for savings) substitute “ £5000 ”.
- (2) The amendment made by subsection (1) has effect in relation to the tax year 2017-18 and subsequent tax years.
- (3) Section 21 of ITA 2007 (indexation), so far as relating to the starting rate limit for savings, does not apply in relation to the tax year 2017-18 (but this section does not override that section for subsequent tax years).

Status:

Point in time view as at 27/04/2017.

Changes to legislation:

There are currently no known outstanding effects for the Finance Act 2017, Cross Heading:
Income tax charge and rates.