

# QuinnAccountancy

## Tax rates and allowances 2011/12

These rates and allowances are as announced for 2011/12 announced in a Written Ministerial Statement on 2 December 2010. They may be subject to further amendment.

### Allowances

	2010/11	2011/12
	£	£
Personal allowance (age under 65)	6,475	7,475
Personal allowance (age 65-74)	9,490	9,940
Personal allowance (age 75 and over)	9,640	10,090
Married Couple's allowance* (age 75 and over)	6,965	7,295
Married Couple's allowance* - minimum amount	2,670	2,800
Income limit for age-related allowances	22,900	24,000
Income limit for personal allowance	100,000	100,000

\* Married Couple's allowance is given at rate of 10%

### Income tax bands

	2010/11	2011/12
	£	£
Starting rate - 10% (applies only to savings income) **	0-2,440	0-2,560
Basic rate - 20%	0-37,400	0-35,000
Higher rate - 40%	37,401-150,000	35,001-150,000
Income in excess of £150,000 is taxed at the additional rate of 50%		

\*\* If an individual's taxable non-savings income exceeds the starting rate limit, then the 10% starting rate for savings will not be available for savings income.

	2010/11	2011/12
	£	£
Dividend income up to basic rate limit	10%	10%
Dividend income within the higher rate band	32.50%	32.50%
Dividend income in excess of additional rate limit	42.50%	42.50%

## National Insurance Contributions

	2010/11	2011/12
<b>Class 1 contributions</b>	<b>£</b>	<b>£</b>
Lower earnings limit (per week)	97	102
Upper accrual point (per week)	770	770
Upper earnings limit (per week)	844	817
Primary threshold (per week)	110	139
Secondary threshold (per week)	110	136
Primary rate (between primary threshold and upper earnings limit)	11%	12%
Primary rate (above upper earnings limit)	1%	2%
Secondary rate (above secondary threshold)	12.8%	13.8%
<b>Class 2 annual small earnings exception</b>	<b>5,075</b>	<b>5,315</b>
Class 2 rate (per week)	2.40	2.50
<b>Class 3 voluntary contribution rate (per week)</b>	<b>12.05</b>	<b>12.60</b>
<b>Class 4 contributions</b>		
Lower annual earnings limit	5,715	7,225
Upper annual earnings limit	43,875	42,475

## Individual Savings Account (ISA)

	2010/11	2011/12
	<b>£</b>	<b>£</b>
Annual subscription limit	10,200	10,680
stocks and shares ISA (maximum)	10,200	10,680
cash ISA (maximum)	5,100	5,340