

# HARNEY AND CO TAX TABLES

2009/2010

HARNEY & CO  
21 MARKET PLACE  
BLANDFORD FORUM  
DORSET  
DT 11 7AF

## Tax rates and allowances 2009

	2009/10 £	2008/09 £
<b>Income tax rates</b>		
10% lower rate tax - savings rate only	Up to 2,440	Up to 2,320
20% basic rate tax	Up to 37,400	Up to 34,800
40% higher rate tax	above 37,400	above 34,800

### Personal allowances

Personal allowance (age under 65)	6 475	6 035
Personal allowance (age 65 - 74)	9 490	9 030
Personal allowance (age 75 and over)	9 640	9 180
Married couple's allowance (age less than 75 and born before 6 April 1935)	6 865	6 535
Married couple's allowance (age 75 and over)	6 965	6 625
Married couple's allowance - minimum amount	2 670	2 540
Income limit for age-related allowances	22 900	21 800
Blind person's allowance	1 890	1 800

*10% starting rate for savings income with limit of £2,440, if the non-savings income is below £2,440 the 10% band will not apply (previously £2,320). No change to 10% dividend ordinary rate or 32.5% dividend upper rate.*

### National insurance

Lower earnings limit, primary Class 1 (per week)	95	90
Upper earnings limit, primary Class 1 (per week)	844	770
Primary and secondary threshold (per week)	110	105
Employee's primary Class 1 rate between primary threshold and upper earnings limit	11,00%	11,00%
Employee's primary Class 1 rate above upper earnings limit	1,00%	1,00%
Employee's contracted-out rebate - salary-related scheme	1,60%	1,60%
Employee's contracted-out rebate - money-purchase scheme	1,60%	1,60%
Married woman's reduced rate between primary threshold and upper earnings limit	4,85%	4,85%
Married woman's rate above upper earnings limit	1,00%	1,00%
Employer's secondary Class 1 rate above secondary threshold	12,80%	12,80%
Employer's contracted-out rebate, salary-related schemes	3,70%	3,70%
Employer's contracted-out rebate, money-purchase schemes	1,40%	1,40%
Class 2 rate (per week)	2,4	2,3
Class 2 small earning exception (per year)	5 075	4 825
Special Class 2 rate for share fishermen (per week)	3,05	2,95
Special Class 2 rate for volunteer development workers	4,75	4,5
Class 3 rate (per week)	12,05	8,1

Class 4 lower profits limit	5 715	5 435
Class 4 upper profits limit	43 875	40 040
Class 4 rate between lower profits limit and upper profits limit	8,00%	8,00%
Class 4 rate above upper profits limit	1,00%	1,00%

### State pension/pension credit

State pension		
Category A or B basic pension	95,25	90,7
Category B basic pension (lower) - husband's insurance	57,05	54,35
Category C or D - non-contributory	57,05	54,35
Pension Credit		
Standard minimum guarantee - single	130	124,05
Standard minimum guarantee - couple	198,45	189,35

### Pensions

Annual allowance	245 000	235 000
Lifetime allowance	1 750 000	1 650 000

### Working and Child tax credits rates

#### Working tax credit

Basic element	1 890	1 800
Couple and lone parent element	1 860	1 770
30 hour element	775	735
Disabled worker element	2 530	2 405
Severe disability element	1 075	1 020
50+ return to work payment (16-29 hours)	1 300	1 235
50+ return to work payment (30+ hours)	1 935	1 840

#### Childcare element of the Working tax credit

Maximum eligible cost for one child (per week)	175	175
Maximum eligible cost for two or more children (per week)	300	300
Percentage of eligible costs covered	80,00%	80,00%

#### Child tax credit

Family element	545	545
Family element, baby addition	545	545
Child element	2 235	2 085
Disabled child element	2 670	2 540
Severely disabled child element	1 075	1 020

### Income threshold and withdrawal rates

First income threshold	6 420	6 420
First withdrawal rate	39,00%	39,00%
Second income threshold	50 000	50 000
Second withdrawal rate	6,67%	6,67%
First threshold for those entitled to Child tax credit only	16 040	15 575
Income disregard	25 000	25 000

## Child benefit/Guardian's allowance rates

Eldest/only child (from 5 January 2009)	20	18,8
Other children (from 5 January 2009)	13,2	12,55
Guardian's allowance	14,1	13,45

## Corporation tax

Normal main rate (profits above £1,500,000)	28%	28%
Small companies rate (profits below £300,000)	21%	21%
Margin relief fraction	7/400	7/400

## VAT

	01/12/2008 31/12/2009	01/04/2008 30/11/2008
Standard rates	15%	17,5%
Stand. Rates\fraction	.3/ 23	.7/ 40
Reduce rates	5%	5%
Reduce rates vat fraction	.1/ .21	.1/ .21
Taxable TURNOVER limit		
Reg last 12 \moths	£67 000	£67 000
Deregistration	£65 000	£65 000
Cash accounting	£1 350 000	£1 350 000
Optional flat rate scheme	£150 000	£150 000
Annual accounting scheme	£1 350 000	£1 350 000