

## FACTSHEET 13

### Income Tax Rates & Reliefs : 2006/07 Tax Year

#### Income Tax Rates :

	<u>%</u>	<u>Notes</u>
Starting Rate	10	
Basic Rate	22	
Higher Rate	40	
Rate on Non Dividend Savings Income	10/20/40	1
Rate on Dividend Income	10/32.5	2

#### Notes

- 1 The rate of tax on non dividend savings income is 10 per cent for starting rate taxpayers , 20 per cent for basic rate taxpayers , and 40 per cent for higher rate taxpayers .
- 2 The rate of tax on dividend income is 10 per cent , and 32.5 per cent at the higher rate.

	<u>£</u>
Starting Rate Band	1-2,150
Basic Rate Band	2,150-33,300

#### Income Tax Reliefs :

	<u>£</u>
Personal Allowance	5,035
~ age 65 to 74	7,280
~ age 75 or over	7,420
Married Couples Allowance :	
~ age less than 75 and born before 6 April 1935	6,065
~ age 75 or over	6,135
Maximum income before abatement of relief	20,100

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Blind Person's Allowance	1,660
Rent a Room Limit	4,250

**For further advice and before taking any action please give me a call .**

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