STATUTORY INSTRUMENTS

2017 No. 1184

INCOME TAX

The Income Tax (Indexation) Order 2017

Made - - - - 30th November 2017

The Treasury, in exercise of the powers conferred by sections 21(5) and 57(6) of the Income Tax Act 2007(**1**), make the following Order:

Citation and interpretation

1.—(1) This Order may be cited as the Income Tax (Indexation) Order 2017.

(2) In this Order, references to sections are references to sections of the Income Tax Act 2007.

Indexation of the basic rate limit for the tax year 2018-19

2. For the tax year 2018-19, the amount specified in section 10(5)(**2**) (basic rate limit) is replaced with "£34,500".

Indexation of allowances for the tax year 2018-19

3. For the tax year 2018-19—

(a) the amount specified in section 35(1)(**3**) (personal allowance) is replaced with "£11,850";

(b) the amount specified in section 38(1)(**4**) (blind person's allowance) is replaced with "£2,390";

(c) the amount specified in section 43(**5**) (tax reductions for married couples and civil partners: the minimum amount) is replaced with "£3,360";

(**1**) 2007 c. 3. Section 21 was amended by paragraph 11 of Schedule 1 to the Finance Act 2008 (c. 9) ("FA 2008") and section 4(2) of the Finance Act 2014 (c. 26) ("FA 2014"). Section 57 was amended by section 4(3) of the Finance Act 2009 (c. 10), section 4(6) of the Finance Act 2012 (c. 14), Part 10 of Schedule 1 to the Statute Law (Repeals) Act 2013 (c. 2) ("SLRA 2013"), section 4(3) of FA 2014, section 5(10) of the Finance Act 2015 (c. 11) ("FA 2015") and section 3(2) of the Finance (No. 2) Act 2015 (c. 33).

(**2**) Section 10(5) was substituted by section 4(1) of FA 2008. The amount specified in section 10(5) was last substituted by section 4(1)(b) of FA 2015.

(**3**) Section 35 was amended by section 5(4) of FA 2015. The amount specified in section 35(1) was last substituted by section 5(1)(b) of FA 2015.

(**4**) The amount specified in section 38(1) was last substituted by article 2(a) of S.I. 2016/1175.

(**5**) The amount specified in section 43 was last substituted by article 2(b) of S.I. 2016/1175.