Draft Regulations laid before Parliament under section 66(1) and (2)(a) of the Tax Credits Act 2002, for approval by resolution of each House of Parliament.

DRAFT STATUTORY INSTRUMENTS

2004 No.

TAX CREDITS

The Tax Credits Up-rating Regulations 2004

Made - - - -	*March 2004*
Coming into force - -	*6th April 2004*

Whereas the Treasury have reviewed the amounts specified in section 41(2) of the Tax Credits Act 2002(**1**) in order to determine whether they have retained their value in relation to general level of prices in the United Kingdom;

And whereas a draft of these Regulations, which prescribe monetary amounts that are required to be reviewed under that section, was laid before, and approved by resolution of, each House of Parliament, pursuant to section 66(1) and (2)(a) of that Act;

Now therefore the Treasury, in exercise of the powers conferred upon them by sections 7(1)(a), 9, 11, 13(2) and 65(1) of that Act, make the following Regulations:

Citation, commencement, effect and interpretation

1.—(1) These Regulations may be cited as the Tax Credits Up-rating Regulations 2004 and shall come into force on 6th April 2004.

(2) In these Regulations—

"the Child Tax Credit Regulations" means the Child Tax Credit Regulations 2002(**2**);

"the Entitlement Regulations" means the Working Tax Credit (Entitlement and Maximum Rate) Regulations 2002(**3**);

"the Income Thresholds Regulations" means the Tax Credits (Income Thresholds and Determination of Rates) Regulations 2002(**4**).

(3) These Regulations have effect in relation to awards of tax credits for the tax year beginning on 6th April 2004 and subsequent tax years.

(**1**) 2002 c. 21
(**2**) S.I. 2002/2007.
(**3**) S.I. 2002/2005.
(**4**) S.I. 2002/2008.

Amendment of the Child Tax Credit Regulations

2. In regulation 7(4) of the Child Tax Credit Regulations (individual element of the child tax credit)—

(a) in sub-paragraph (a) for "£3,600" substitute "£3,840";

(b) in sub-paragraph (b) for "£4,465" substitute "£4,730";

(c) in sub-paragraph (c) for "£1,445" substitute "£1,625";

(d) in sub-paragraph (d) for "£3,600" substitute "£3,840";

(e) in sub-paragraph (e) for "£4,465" substitute "£4,730"; and

(f) in sub-paragraph (f) for "£1,445" substitute "£1,625".

Amendment of the Entitlement Regulations

3. For the Table in Schedule 2 to the Entitlement Regulations substitute the Table set out in the Schedule to these Regulations.

Amendment of the Income Thresholds Regulations

4. In regulation 3(3) of the Income Thresholds Regulations (first income threshold for those entitled to child tax credit) for "£13,230" substitute "£13,480".

Two of the Lords Commissioners of Her
March 2004 Majesty's Treasury