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FINANCIAL STATEMENT (1963-64)

RETURN to an Order of the Honourable The House of Commons
dated 3 April, 1963:—for

COPY of "STATEMENT of REVENUE and EXPENDITURE as laid
before the House by the CHANCELLOR OF THE EXCHEQUER
when opening the BUDGET"

Treasury Chambers,
3 April, 1963 } ANTHONY BARBER

(Anthony Barber)

19 APR 1963

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BUDGET ESTIMATES AND OUTTURN

TABLE I.—ABOVE THE LINE: REVENUE

			£ million
	Budget Estimate	Exchequer Receipts	+ Increase or - Decrease
INLAND REVENUE			
Income Tax	2,790	2,818	+ 28
Surtax	188	184	- 4
Death Duties	265	270	+ 5
Stamps	95	96	+ 1
Profits Tax, Excess Profits Tax and Excess Profits Levy	374	383	+ 9
	3,712	3,751	+ 39
CUSTOMS AND EXCISE			
Tobacco	885	877	- 8
Purchase Tax	606	571	- 35
Oil	545	544	- 1
Spirits, Beer and Wine	464	464	—
Other Revenue Duties, &c.	77	67	- 10
Import Duties Act, 1958	153	145	- 8
	2,730	2,668	- 62
Motor Vehicle Duties	150	153	+ 3
TOTAL RECEIPTS FROM TAXES	6,592	6,572	- 20
Broadcast Receiving Licences	41	41	—
Miscellaneous	165	181*	+ 16
Total Revenue	6,798	6,794	- 4

* Viz.:-

Receipts from Votes:	£ million
— Surplus Appropriations in Aid	79
— Exchequer Extra Receipts	54
Local Loans Fund—Interest on advances under Finance Act, 1935	11
British Petroleum Co., Ltd.—Dividend on shares	14
Other items	23
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BUDGET ESTIMATES AND OUTTURN

TABLE II.—ABOVE THE LINE: EXPENDITURE

£ million

	Budget Estimate	Exchequer Issues	+ Increase or - Decrease
CONSOLIDATED FUND SERVICES			
Interest on and Management of the National Debt	600	589*	- 11
Sinking Funds	41	41	—
Northern Ireland—share of reserved taxes, &c.	100	102	+ 2
Other Consolidated Fund Services	12	14	+ 2
TOTAL CONSOLIDATED FUND SERVICES ...	753	746	- 7
SUPPLY SERVICES			
Navy Votes	422	438	+ 16
War Office Votes	524	528	+ 4
Air Votes	552	570	+ 18
Ministry of Aviation (Defence)	204	212	+ 8
Ministry of Defence	19	18	- 1
Total Defence Budget	1,721	1,766	+ 45
Civil Votes	3,891	3,929	+ 38
TOTAL SUPPLY SERVICES	5,612	5,695	+ 83
Total Expenditure	6,365	6,441	+ 76
Surplus above the line	433	353	- 80

* In addition £393 million for interest on the National Debt was met from receipts of interest on below the line advances, &c. (See Table III).

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BUDGET ESTIMATES AND OUTTURN

TABLE III.—BELOW THE LINE

£ million

Receipts			Payments	
Budget Estimate	Outturn		Budget Estimate	Outturn
395	393	<i>Interest receipts applied to interest on the National Debt</i>	395	393
		<i>Loans to Nationalised Industries</i>		
—	—	Post Office	35	35
—	26	National Coal Board (net)	—	—
41	41	Electricity Council	220	233
3	3	North of Scotland Hydro-Electric Board	15	15
4	4	South of Scotland Electricity Board	18	31
6	6	Gas Council	20	27
22	22	British Overseas Airways Corporation	39	33
12	12	British European Airways Corporation	22	16
27	27	British Transport Commission	166*	91
		<i>Loans to other Public Bodies</i>		
58	63	Local Authorities	—	—
2	2	Northern Ireland Exchequer	—	4
1	2	New Towns—Development Corporations and Commission	28	29
—	—	Scottish Special Housing Association	6	5
—	—	Iron and Steel: Richard Thomas and Baldwins Ltd.	3	3
2	12	Sugar Board (net)	—	—
—	—	National Research Development Corporation	1	1
		<i>Loans to Private Industry, &c.</i>		
—	—	Iron and Steel: Colvilles Ltd.	10	13
3	9	Building Societies	—	—
—	—	Housing Associations	3	—
		<i>Loans for Overseas Assistance</i>		
1	1	Colonial Governments	20	14
2	2	Colonial Development Corporation	15	5
7	7	Export Guarantees Acts	50	40
		<i>Payments arising from wartime liabilities</i>		
—	—	Repayment of post-war credits†	17	57
—	—	War Damage payments	6	6
		<i>Other advances and repayments</i>		
—	—	Married quarters for Armed Forces	7	3
3	3	Town and Country Planning compensation	—	—
589	635		1,096	1,054
		Net payments	507	419

Note.—Further details of these items are contained in the White Paper on Government Expenditure Below the Line (Cmd. 1983).

* Including provision for loans to successor bodies from 1st January, 1963. In the event these loans were negligible.

† The total amount of post-war credits outstanding at 31st March, 1963, is estimated at about £269 million excluding accrued interest of £24 million.

1962-63

TABLE IV.—SUMMARISED EXCHEQUER ACCOUNT

£ million

	Receipts	Payments
BUDGET:		
Surplus above the line	353	—
Net payments below the line	—	419
NATIONAL DEBT TRANSACTIONS:		
Marketable securities:		
New Issues:		
4% Treasury Stock, 1965	100	—
5% Exchequer Stock, 1967	392	—
5% Treasury Stock, 1986-89	253	—
5½% Treasury Stock, 2008-12	475	—
Redemption:		
5½% Treasury Bonds, 1962	—	9
Terminable Annuities (National Debt Commissioners) ...	—	74
National Savings Securities (net):		
National Savings Certificates	15	—
Defence Bonds	49	—
Premium Savings Bonds	43	—
National Savings Stamps and Gift Tokens	2	—
Tax Reserve Certificates (net)	—	45
Floating Debt (net)	—	1,115
Other Debt—payable in sterling:		
Interest-free notes (net)	—	284
Other	—	5
Other Debt—payable in external currencies	—	39
OTHER RECEIPTS AND PAYMENTS:		
Decrease in sterling capital of Exchange Equalisation Account	300	—
Decrease in capital of Civil Contingencies Fund (net)	2	—
Subscription to International Development Association ...	—	9
Receipts arising from transfer of British Transport Stock Redemption Fund*	15	—
	1,999	1,999

* Under S. 37 of the Transport Act, 1962, the Fund was transferred to the National Debt Commissioners on 1st January, 1963; dividends and the proceeds of realisation of investments are paid into the Exchequer. (See also footnote § on page 8.)

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TABLE V.—NATIONAL DEBT AT BEGINNING AND END OF YEAR

£ million

	31st March, 1962	31st March, 1963 (provi- sional figures)
Marketable securities:*		
Up to 5 years:		
5½% Treasury Bonds, 1962	300	—
3% Exchequer Stock, 1962-63	341	341
4¾% Conversion Stock, 1963	653	653
4½% Conversion Stock, 1964	505	505
2½% Exchequer Stock, 1963-64	274	274
4% Treasury Stock, 1965	—	391
3% Savings Bonds, 1955-65	713	709
5½% Exchequer Stock, 1966	984	978
2½% Savings Bonds, 1964-67	†	750
5% Exchequer Stock, 1967	—	400
Total up to 5 years	3,770	5,001
5 to 15 years:		
2½% Savings Bonds, 1964-67	752	†
3% Funding Stock, 1966-68	540	533
3½% Conversion Stock, 1969	341	335
3% Funding Loan, 1959-69	243	231
4% Victory Bonds	87‡	77‡
3% Savings Bonds, 1960-70	1,024	1,018
5% Conversion Stock, 1971	414	409
6% Conversion Stock, 1972	301	301
British Transport 3% Stock, 1967-72	—	13§
British Transport 3% Stock, 1968-73	—	136§
5½% Conversion Stock, 1974	299	299
3% Savings Bonds, 1965-75	1,073	1,073
British Transport 4% Stock, 1972-77	—	242§
Total 5 to 15 years	5,074	4,667
Over 15 years:		
3½% Treasury Stock, 1977-80	262	262
3½% Treasury Stock, 1979-81	483	483
5½% Funding Stock, 1982-84	500	500
British Transport 3% Stock, 1978-88	—	1,052§
5% Treasury Stock, 1986-89	302	602
4% Funding Loan, 1960-90	181‡	169‡
3½% Funding Stock, 1999-2004	443	443
5½% Treasury Stock, 2008-12	500	1,000
2½% Treasury Stock, 1986-2016	78	78
Total over 15 years	2,749	4,589
Undated:		
4% Consolidated Loan	376	375
3½% War Loan	1,909	1,909
3½% Conversion Loan	546	527
3% Treasury Stock, 1966 or after...	58	58
2¾% Annuities	2	2
2½% Annuities	21	21
2½% Consols	276	276
2½% Treasury Stock, 1975 or after	482	482
Total undated	3,670	3,650
Total Marketable securities	15,263	17,907

* Classified according to final redemption date.

† Change of maturity group during year.

‡ Excluding amounts held in the Death Duties Surrendered Securities Account.

§ Stock for which the Exchequer took over liability as from 1st January, 1963, under S. 36 of the Transport Act, 1962.

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TABLE V.—NATIONAL DEBT AT BEGINNING AND END OF YEAR—*continued*

	£ million	
	31st March, 1962	31st March, 1963 (provi- sional figures)
Brought forward	15,263	17,907
Terminable Annuities due to National Debt Commissioners ...	1,026	952
Life Annuities	8	8
Debts to the Banks of England and Ireland	14	14
National Savings Securities:		
National Savings Certificates*	2,125	2,140
Defence Bonds	1,075	1,124
Premium Savings Bonds	352	395
National Savings Stamps and Gift Tokens	24	26
Tax Reserve Certificates	397	352
Floating Debt:		
Treasury Bills	5,330	4,237
Ways and Means advances	261	239
Other Debt (payable in sterling):		
Interest-free notes: International Monetary Fund and International Development Association	816	532
Government of Portugal	50	46
Miscellaneous	10	9
Other Debt (payable in external currencies):		
Government of United States of America	1,479	1,453
Government of Canada	349	335
Debts created on liquidation of European Payments Union	77	69
Switzerland	18	18
Total National Debt	28,674	29,856

* Shown at issue price excluding accrued interest amounting approximately to £530 million at 31st March, 1962, and £550 million at 31st March, 1963.

ESTIMATES, 1963-64

TABLE VI.—ABOVE THE LINE: REVENUE
On the basis of existing taxation

		£ million		
		1962-63 Exchequer Receipts	1963-64 Estimate on the basis of existing Taxation	+ Increase or - Decrease
INLAND REVENUE				
Income Tax	...	2,818	3,020	+202
Surtax	...	184	190	+ 6
Death Duties	...	270	280	+ 10
Stamps	...	96	100	+ 4
Profits Tax, Excess Profits Tax and Excess Profits Levy	...	383	400	+ 17
		3,751	3,990	+239
CUSTOMS AND EXCISE				
Tobacco	...	877	900	+ 23
Purchase Tax	...	571	545	- 26
Oil	...	544	590	+ 46
Spirits, Beer and Wine	...	464	481	+ 17
Other Revenue Duties, &c.	...	67	71	+ 4
Import Duties Act, 1958	...	145	153	+ 8
		2,668	2,740	+ 72
Motor Vehicle Duties	...	153	160	+ 7
TOTAL RECEIPTS FROM TAXES	...	6,572	6,890	+318
Broadcast Receiving Licences	...	41	43	+ 2
Miscellaneous	...	181	175	- 6
Total Revenue	...	6,794	7,108	+314

ESTIMATES, 1963-64

TABLE VII.—ABOVE THE LINE: EXPENDITURE

	£ million		
	1962-63 Budget Estimate	1963-64 Estimate	+ Increase or - Decrease
CONSOLIDATED FUND SERVICES			
Interest on and Management of the National Debt	600	625	+ 25
Sinking Funds	41	42	+ 1
Northern Ireland—share of reserved taxes, &c.	100	111	+ 11
Other Consolidated Fund Services	12	12	—
TOTAL CONSOLIDATED FUND SERVICES ...	753	790	+ 37
SUPPLY SERVICES			
Defence Budget—			
Navy Votes	422	441	
War Office Votes	524	491	
Air Votes	552	503	
Ministry of Aviation	204	231	*
Ministry of Defence	19	20	
Ministry of Public Building and Works ...	*	147	
Atomic Energy Authority	†	5	
Total Defence Budget	1,721	1,838	+117
Civil—			
I. Government and Exchequer	88	93	+ 5
II. Commonwealth and Foreign	142	173	+ 31
III. Home and Justice	130	148	+ 18
IV. Industry, Trade and Transport	449	483	+ 34
V. Agriculture	401	424	+ 23
VI. Local Government, Housing and Social Services	2,290	2,533	+243
VII. Universities and Scientific Research ...	178†	197	+ 19†
VIII. Museums, Galleries and the Arts ...	6	8	+ 2
IX. Public Buildings and Common Govern- mental Services	133	154	+ 21
X. Smaller Public Departments	7	7	—
XI. Miscellaneous	67	75	+ 8
War Office Purchasing (Repayment) Services ...	‡	6	+ 6
Total Civil Supply	3,891	4,301	+410
TOTAL SUPPLY SERVICES	5,612	6,139	+527
Total Expenditure	6,365	6,929	+564

* Before 1963-64 the cost of works services was borne on the Votes of the Service Departments. The individual estimates for the two years are therefore not comparable.

† Before 1963-64 the cost of defence research undertaken by the Atomic Energy Authority was borne by that Authority outside the Defence Budget and included in Civil Votes, Class VII.

‡ Token provision only in 1962-63.

ESTIMATES, 1963-64

TABLE VIII.—BELOW THE LINE

£ million

Receipts			Payments	
1962-63	1963-64		1962-63	1963-64
Outturn	Estimate		Outturn	Estimate
393	405	<i>Interest Receipts applied to interest on the National Debt</i>	393	405
		<i>Loans to Nationalised Industries</i>		
—	—	Post Office	35	69
26	—	National Coal Board (net)	—	—
41	50	Electricity Council	233	321
3	4	North of Scotland Hydro-Electric Board	15	17
4	5	South of Scotland Electricity Board	31	43
6	7	Gas Council	27	29
22	26	British Overseas Airways Corporation	33	49
12	15	British European Airways Corporation	16	24
27	—	British Transport Commission	91	—
—	—	British Railways Board	—	39
—	—	London Transport Board	—	7
—	—	British Transport Docks Board	—	3
—	—	British Waterways Board	—	1
		<i>Loans to other Public Bodies</i>		
63	66	Local Authorities	—	10
2	—	Northern Ireland Exchequer	4	4
2	1	New Towns—Development Corporations and Commission	29	35
—	—	Scottish Special Housing Association	5	8
—	—	Iron and Steel: Richard Thomas and Baldwins Ltd.	3	—
12	—	Sugar Board (net)	—	—
—	—	National Research Development Corporation	1	1
—	1	National Film Finance Corporation	—	—
		<i>Loans to Private Industry, &c.</i>		
—	—	Iron and Steel: Colvilles Ltd.	13	3
9	3	Building Societies	—	—
—	—	Housing Associations	—	6
		<i>Loans for Overseas Assistance</i>		
1	1	Colonial Governments	14	20
2	2	Colonial Development Corporation	5	6
7	6	Export Guarantees Acts	40	60
		<i>Payments arising from war-time liabilities</i>		
—	—	Repayment of post-war credits	57	17
—	—	War damage payments	6	6
		<i>Other advances and repayments</i>		
—	—	Married quarters for Armed Forces	3	9
3	3	Town and Country Planning compensation	—	—
635	595		1,054	1,192
		Net payments	419	597

Note.—Further details of these items are contained in the White Paper on Government Expenditure Below the Line (Cmd. 1983).

ESTIMATES, 1963-64

TABLE IX.—SUMMARY

On the basis of existing taxation

£ million

	1962-63		1963-64 Estimate		1962-63		1963-64 Estimate
	Budget Estimate	Outturn			Budget Estimate	Outturn	
ABOVE THE LINE							
Revenue				Expenditure			
Inland Revenue ...	3,712	3,751	3,990	Consolidated Fund Services	753	746	790
Customs and Excise ...	2,730	2,668	2,740	Supply: Defence Budget ...	1,721	1,766	1,838
Motor Duties ...	150	153	160	Civil ...	3,891	3,929	4,301
Total Tax Revenue ...	6,592	6,572	6,890	Total Supply ...	5,612	5,695	6,139
Other Revenue ...	206	222	218	Total Expenditure ...	6,365	6,441	6,929
				Surplus ...	433	353	179
Total Revenue ...	6,798	6,794	7,108		6,798	6,794	7,108
BELOW THE LINE							
Total Receipts ...	589	635	595	Total Payments ...	1,096	1,054	1,192
Net Payments ...	507	419	597				
	1,096	1,054	1,192				

	1962-63		1963-64 Estimate
	Budget Estimate	Outturn	
Surplus above the line ...	433	353	179
Net payments below the line	507	419	597
Borrowing requirement ...	74	66	418

TABLE X.—PROPOSED CHANGES IN TAXATION

INLAND REVENUE

INCOME TAX

Schedules A and B, etc.

It is proposed to abolish the charge to income tax, Schedule A, on the beneficial occupation of land (including buildings) in the United Kingdom. The abolition will apply for the year of assessment 1963-64, but for that year Schedule A assessments will be retained so far as necessary to recover the tax deductible from rents, including ground rents.

It is proposed to abolish the charge to income tax, Schedule B, on amenity lands. The abolition will apply for the year of assessment 1963-64.

It is proposed to charge income tax under Schedule D on premiums for leases granted for a term not exceeding 50 years and certain analogous payments. The amount of the premium subjected to the charge will be reduced by 2 per cent. for every 12 months of the term after the first 12 months. The charge will apply for the year of assessment 1963-64.

It is proposed to subject rents and royalties from quarries of sand and gravel, sandpits, gravel pits and brickfields to deduction of tax at source in the same way as other mineral rents and royalties. The proposal operates from 6th April, 1963.

It is proposed that where, by reason of being the holder, or the wife or husband of the holder, of an office or employment, a person occupies premises provided rent-free or at a rent less than the annual value, a charge to income tax under Schedule E shall be imposed in respect of the value of the occupation. The proposal (which does not extend to cases of "representative occupation" generally) operates from 1963-64.

It is proposed as from 1964-65 to abolish the charge to income tax, Schedule A, altogether and to impose a charge to tax under Schedule D, which will be levied by direct assessment, on rents and other profits from land in the United Kingdom, subject to due deduction for expenses.

Personal Allowances and Reliefs

It is proposed that the general flat rate allowance for income tax for National Insurance contributions shall be increased for adult employees from £18 to £22 to take account of the pension element of the increased contributions recently announced. For other classes of contributors, the proposed increases are £4 for adult men, £3 for adult women, and £2 for juveniles and for married women and widows who have opted not to pay flat rate contributions.

It is proposed to abolish the lowest reduced rate of income tax at 1s. 9d. in the £ on the first £60 of taxable income. In consequence the single allowance will be increased from £140 to £200 and there will be a greater increase from £240 to £320 in the married allowance. In place of the present higher reduced rates of income tax (4s. 3d. on £150 and 6s. 3d. on the next £150) the reduced rates of income tax will become 4s. in the £ on the first £100 of taxable income and 6s. in the £ on the next £200.

TABLE X.—PROPOSED CHANGES IN TAXATION—*continued*INLAND REVENUE—*continued*INCOME TAX—*continued*

It is proposed to increase the child allowances by £15 from their present levels of £100 for each child not over 11, £125 for each child over 11 but not over 16, and £150 for each child over 16, to £115, £140 and £165, respectively.

It is proposed to increase from £100 to £115 the limit of a child's own income at which the child allowance ceases to be due.

It is proposed to raise the exemption limits for persons aged 65 and over from £300 to £325 for single persons and from £480 to £520 for married couples.

It is proposed to raise the income limit for age relief for persons aged 65 and over (whereby relief from tax is given on two-ninths of total income instead of two-ninths of earned income only) from £800 to £900.

It is proposed to increase the income limit for small income relief (whereby relief from tax is given on two-ninths of total income instead of two-ninths of earned income only) from £400 to £450.

It is proposed to increase the income limit for the dependent relative allowance so that the full allowance of £75 will be given where the relative's income does not exceed £180 (the allowance thereafter being reduced by £1 for each £1 by which the relative's income exceeds that figure).

These proposals will operate for the whole year 1963-64. Effect will be given to them, and to the abolition of the Schedule A charge on beneficial occupation, for P.A.Y.E. purposes on the first pay day after 5th July, 1963.

It is proposed that, with effect from 1964-65, a child allowance may be given even though the child's income exceeds £115. The child allowance that would normally be due if the child's income were less than £115 will be reduced by £1 for each £1 by which the child's income exceeds £115.

Miscellaneous

It is proposed that, with effect from 1963-64, the exemption from income tax of certain pensions payable under the Pensions (India, Pakistan and Burma) Act, 1955, to persons not resident in the United Kingdom shall not extend to increases paid under the Pensions (Increase) Acts, 1959 and 1962.

It is proposed that, on the cessation of a trade, profession or vocation in 1964-65 or later years, the income tax assessments for the two years of assessment before that in which it ceases shall be based on the actual profits of those years where, taken together, they are greater than the amounts charged for those years on the preceding year basis.

TABLE X.—PROPOSED CHANGES IN TAXATION—*continued*INLAND REVENUE—*continued*

INCOME TAX AND PROFITS TAX

It is proposed to increase the investment allowances in respect of capital expenditure incurred after 5th November, 1962, from 20 per cent. to 30 per cent. for plant and machinery, mining works and scientific research assets, and from 10 per cent. to 15 per cent. for industrial buildings and structures, farm and forestry buildings and works, and dredging.

It is proposed that capital expenditure incurred after 5th November, 1962 on scientific research assets shall be wholly allowed for tax purposes in the first year.

It is proposed, in relation to capital expenditure incurred after 5th November, 1962 on new plant and machinery, to fix the annual allowance on the reducing balance basis at 15 per cent. where it is at present less; at 20 per cent. where it is less than 20 per cent. but over 15 per cent.; and at 25 per cent. where it is less than 25 per cent. but 20 per cent. or more. The corresponding rates on the straight line basis are $6\frac{1}{4}$ per cent., $8\frac{1}{2}$ per cent. and $11\frac{1}{4}$ per cent. respectively.

It is proposed to increase from 2 per cent. to 4 per cent. the annual allowance in respect of capital expenditure incurred after 5th November, 1962 on the construction of industrial buildings or structures.

It is proposed to allow depreciation, as the taxpayer chooses, in respect of capital expenditure incurred after 3rd April, 1963 on new mining works and certain new plant and machinery provided for industrial purposes in the development districts and in Northern Ireland.

It is proposed to vary the system of capital allowances for motor-cars costing more than £2,000 so that the allowance will be limited to £1,100 in the first year and to £500 in succeeding years. The new provisions will apply from the year of assessment 1963-64.

It is proposed to give annual allowances for the net cost incurred by an operator in acquiring a source of minerals in the United Kingdom as the source is worked. The allowances will be given from 1963-64. Appropriate adjustments will be made where sources were acquired before 4th April, 1963.

ESTATE DUTY

It is proposed to raise the exemption limit for estate duty from £4,000 to £5,000 and to reduce the rate of duty on estates between £5,000 and £6,000 from 2 per cent. to 1 per cent.; on estates between £6,000 and £7,000 from 3 per cent. to 2 per cent.; and on estates between £7,500 and £8,000 from 4 per cent. to 3 per cent. These changes will take effect in respect of deaths occurring on or after 4th April, 1963.

It is proposed that, subject to Treasury approval, land of special interest given or bequeathed to non-profit-making bodies for preservation shall be exempt from estate duty; this relief will take effect in respect of deaths occurring on or after 4th April, 1963.

TABLE X.—PROPOSED CHANGES IN TAXATION—*continued*INLAND REVENUE—*continued*

ESTATE DUTY AND STAMP DUTIES

It is proposed, with effect from the passing of the Finance Bill, to amend the law relating to the liability of gifts and settlements in consideration of marriage.

STAMP DUTIES

It is proposed to halve the 2 per cent. duty on conveyances and transfers. In the case of conveyances of property other than stocks and marketable securities, it is proposed that there shall be no duty where the consideration does not exceed £4,500, and duty at $\frac{1}{2}$ per cent. where the consideration exceeds that figure but does not exceed £6,000.

It is proposed to halve the $\frac{1}{2}$ per cent. duty on sales of "Colonial Stock" to which the Colonial Stock Acts apply, to extend this reduced rate of duty to all sales of Commonwealth Government stocks and to base the duty on the consideration for the sale instead of the nominal value of the stock. In the case of transfers other than on sale or voluntary disposition, a fixed duty is proposed.

It is proposed that the duty on bearer instruments shall be a multiple of the duty that would be chargeable on a transfer at market value. The multiple will be 3 in the case of issues by United Kingdom bodies and 2 in the case of issues by overseas governments or bodies. The duty on overseas share certificates which pass as bearers by usage will be equal to the transfer duty.

It is proposed to halve the $\frac{1}{4}$ per cent. duty on mortgages and marketable securities, and loan capital duty.

It is proposed to amend the duty on leases and in general to halve the rate.

It is proposed to provide against the avoidance of stamp duty on mortgages.

These proposals will take effect from 1st August, 1963.

LAND TAX

It is proposed to abolish the land tax, with effect from 25th March, 1963, by exonerating the properties which remained chargeable up to that date.

TABLE X.—PROPOSED CHANGES IN TAXATION—*continued*

CUSTOMS AND EXCISE

CUSTOMS

Spirits, beer, tobacco, matches and mechanical lighters.—It is proposed to reduce the rates of duty on spirits, beer, tobacco (other than unmanufactured tobacco), matches and mechanical lighters imported from countries of the European Free Trade Association. These changes will take effect from 4th April, 1963. The goods affected, the existing E.F.T.A. rates and the proposed rates are as follows:

	Existing E.F.T.A. rate			Proposed E.F.T.A. rate				
	£	s.	d.	£	s.	d.		
SPIRITS (other than perfumed spirits)—								
Liqueurs, cordials, mixtures and other preparations in bottle, entered in such manner as to indicate that the strength is not to be tested	per liquid gallon	15	15	4	per liquid gallon	15	13	8
Other spirits	per proof gallon	11	13	6	per proof gallon	11	12	3
BEER (other than black beer of gravity of twelve hundred degrees or more)—								
1,030 degrees or less	per 36 gallons	6	13	5*	per 36 gallons	6	3	5*
Additional for each degree over 1,030 degrees ...		0	7	3½		0	7	3½
* Subject in each case to an additional duty of 10 <i>d.</i> per 36 gallons, of any gravity, consequential on the hops duty.								
TOBACCO—								
Tobacco, manufactured—								
Cigars	per lb.	3	19	4	per lb.	3	17	10½
Cigarettes		3	15	2½		3	14	0
Cavendish or Negrohead		3	14	3		3	13	1½
Other manufactured tobacco		3	12	8		3	11	8
Snuff and snuff work (including tobacco dust or powder and ground tobacco)—								
Containing more than 13 per cent. moisture ...		3	11	11½		3	11	0¾
Containing not more than 13 per cent. moisture		3	14	3		3	13	1½
MECHANICAL LIGHTERS—								
Domestic gas lighters... ..	per lighter	0	4	6	per lighter	0	4	0
Other portable lighters		0	6	6		0	6	0
MATCHES—								
In containers of more than 30	per 7,200 matches	0	14	1	per 7,200 matches	0	13	9
In containers of 30 or less	per 10,000 matches	0	19	7	per 10,000 matches	0	19	2

TABLE X.—PROPOSED CHANGES IN TAXATION—*continued*CUSTOMS AND EXCISE—*continued*CUSTOMS—*continued*

Matches.—It is proposed, from 1st September, 1963, to charge the duty on imported matches by reference to units of 7,200 matches, irrespective of the number of matches in each container. The effect of this change is that matches in containers of 30 or less which are liable to duty at the full rate will be charged at 14s. 5d. per 7,200 matches, instead of 19s. 11d. per 10,000 matches, and those liable to duty at the E.F.T.A. rate will be charged at 13s. 9d. per 7,200 matches, instead of 19s. 2d. per 10,000 matches.

EXCISE

Television Licence Duty.—It is proposed to repeal, from 1st October, 1963, the duty charged on television broadcast receiving licences (see note on page 29).

Matches.—It is proposed that, from 1st September, 1963, the Excise duty on matches manufactured in this country shall become chargeable on delivery from the manufacturer's premises instead of on completion of manufacture as at present. It is also proposed, from the same date, to charge the Excise duty on matches by reference to units of 7,200 matches, irrespective of the number of matches in each container. The effect of this change is that matches in containers of 30 or less will be liable to duty at the rate of 13s. 9d. per 7,200 matches, instead of 19s. 2d. per 10,000.

Associated with these changes, the Commissioners of Customs and Excise will make Regulations under Section 220 of the Customs and Excise Act, 1952, effective from the same date, requiring payment of the duty by the 15th day of the month following that in which duty became chargeable.

Tobacco Dealers' Licences.—It is proposed to abolish, from 4th April, 1963, the requirement that a tobacco dealer should hold an Excise licence and the related licence duty. It is also proposed to make repayments of duty in respect of existing licences expiring on or after 31st December, 1963.

Private brewers.—It is proposed to abolish, from 4th April, 1963, the Excise duty on beer brewed by a private brewer, the requirement that a private brewer should hold an Excise licence and the related licence duties.

CUSTOMS AND EXCISE

SURCHARGES OR REBATES IN RESPECT OF REVENUE DUTIES
AND PURCHASE TAX

It is proposed to extend for a further year the powers provided by Section 9 of the Finance Act, 1961, which enable the Treasury by Order to impose a surcharge or allow a rebate in respect of the main revenue duties of customs and excise, the purchase tax, and the associated drawbacks and similar payments. The maximum rate of surcharge or rebate will remain at 10 per cent. of the amount of duty or tax; the scope of the power will be unchanged except that it is proposed, in the case of Orders reducing liability to duty, to extend the period during which such Orders must be approved by the House of Commons from 21 calendar days to 21 sitting days.

PIPELINES

It is proposed to provide for extension of the powers of the Commissioners of Customs and Excise in relation to pipelines carrying oil or other dutiable commodities under bond.

TABLE XI.—ESTIMATED EFFECT OF CHANGES IN TAXATION

	£ million	
	Estimate for 1963-64	Estimate for a full year
INLAND REVENUE		
<i>Income Tax—</i>		
Abolition of Schedule A	- 35	- 48
Increase of the flat rate allowances for National Insurance contributions	- 19	- 24
Increase of the single allowance to £200, the married allowance to £320, and alteration of the reduced rates of tax to £100 at 4s. and £200 at 6s.	-131	-169
Increase of child allowances by £15	- 33	- 41
Increase of the child's income limit for the child allowance to £115	- 1	- 1
Increase of age exemption limit to £325 for single persons and £520 for married couples	- 1	- 2
Increase of income limit for age relief to £900	- $\frac{3}{4}$	- $1\frac{1}{2}$
Increase of income limit for small income relief to £450	- $\frac{1}{4}$	- 1
Tapering of the child allowance for the excess of the child's income over £115, £ for £	—	- 7 <i>next yr</i>
<i>Income Tax and Profits Tax—</i>		
Increase of investment allowances for:	<i>221</i>	<i>294-7/257</i>
(i) plant and machinery to 30 per cent.	- 7 (a)	- 62
(ii) industrial buildings to 15 per cent.	- 1	- 7 (b)
(iii) expenditure on scientific research	Negligible	- 1
Acceleration of depreciation allowances for scientific research	Negligible	- 4*(c)
Increase of annual allowances for plant and machinery to 15, 20 and 25 per cent.	- 3	- 65*(d)
Increase of annual allowances on industrial buildings to 4 per cent.	Negligible	- 57*(e)
Allowance of free depreciation in development districts	Negligible	- 45*(f)
Increase of depreciation allowances on cars costing over £2,000	Negligible	- $2\frac{1}{2}$
Introduction of depletion allowances for minerals	- $\frac{3}{4}$	- $1\frac{1}{4}$
<i>Estate Duty—</i>		
Increase of exemption limit to £5,000 and reduction by 1 per cent. in the rates on estates from £5,000 to £7,000 and from £7,500 to £8,000	- $\frac{3}{4}$	- $1\frac{1}{2}$
<i>Stamp Duties—</i>		
Reduction of duty on transfers of stocks and shares	- 16	- 25
Reduction of duty on conveyances	- 8	- 11
Reduction of other duties	- 3	- 4
TOTAL INLAND REVENUE	-260$\frac{1}{2}$	...

* With current levels of investment this is the highest figure which the cost will reach in any future year, and it will ultimately fall to nil.

(a) Including £2 million for profits tax. The cost will be £47 million in 1964-65.

(b) The cost will be £5 million in 1964-65.

(c) The cost will be £3 million in 1964-65.

(d) The cost will be £23 million in 1964-65.

(e) The cost will be £2 million in 1964-65.

(f) The cost will be £25 million in 1964-65.

TABLE XI.—ESTIMATED EFFECT OF CHANGES IN TAXATION—*continued*

					£ million	
					Estimate for 1963-64	Estimate for a full year
CUSTOMS AND EXCISE						
<i>Customs—</i>						
Reductions in E.F.T.A. rates of duty	...	...	...	...	(a)	(a)
Matches (unification of charge)	...	...	...	...	Negligible	Negligible
TOTAL CUSTOMS	...	...	...	...	...	...
<i>Excise—</i>						
Television licences	...	...	...	...	- 7½	-13
Matches	...	...	...	...	- ½ (b)	Negligible
Tobacco dealers' licences	...	...	...	...	- ¼ (c)	(d)
Private brewers	...	...	...	...	Negligible	Negligible
TOTAL EXCISE	...	...	...	...	- 8½	-13
TOTAL CUSTOMS AND EXCISE...	...	...	...	...	- 8½	-13
Total Inland Revenue and Customs and Excise					269	...

(a) The reductions in E.F.T.A. rates of duty will reduce the receipts from Customs duties (mainly those on beer and matches) by about £125,000 a year.

(b) Mainly due to the deferment of revenue in 1963-64 as a result of the change in the date of payment of match duty.

(c) Includes the cost of repayments.

(d) Tobacco dealers' licences cover a four-year period. Because of fluctuations from year to year in duty receipts, no estimate for a "full year" can be given; the average annual cost is estimated at £100,000.

TABLE XII.—INCOME TAX

Amount of tax and effective rate of tax per pound of income for specimen incomes.

(1) Single Persons

The Table shows the tax payable by single persons after taking account of the single personal allowance, the allowance for National Insurance contributions for an adult employee and the reliefs in respect of earned income. (In the case of investment income the allowance for National Insurance contributions is that for a non-employed man.) The taxpayer may be entitled to further reliefs (or to a different allowance for National Insurance contributions) which would reduce (or alter) the tax payable compared with the amount shown.

Income	Income all Earned Income				Income all Investment Income*			
	Charge for 1962-63		Proposed Charge 1963-64†		Charge for 1962-63		Proposed Charge 1963-64†	
	Income Tax (and Surtax if any)	Effective Rate	Income Tax (and Surtax if any)	Effective Rate	Income Tax (and Surtax if any)	Effective Rate	Income Tax (and Surtax if any)	Effective Rate
£	£ s. d.	s. d.	£ s. d.	s. d.	£ s. d.	s. d.	£ s. d.	s. d.
225‡	1 9 9	— 1½	—	—	1 2 9	— 1	—	—
250‡	3 3 9	— 3	—	—	2 16 9	— 2½	—	—
300‡	8 10 2	— 7	2 5 4	— 2	7 13 2	— 6	1 9 4	— 1
350	16 15 5	— 11½	10 0 10	— 7	15 18 5	— 11	9 4 10	— 6½
400	25 0 8	1 3	17 16 5	— 10½	24 3 8	1 2½	17 0 5	— 10
500	43 13 0	1 9	40 1 4	1 7	74 3 8	2 11½	52 4 0	2 1
600	67 19 2	2 3	63 8 0	2 1½	114 4 6	3 9½	102 4 0	3 5
700	94 4 11	2 8½	88 13 11	2 6½	152 19 6	4 4½	147 8 6	4 2½
800	124 7 8	3 1½	118 16 8	2 11½	191 14 6	4 9½	186 3 6	4 8
900	154 10 6	3 5	148 19 6	3 3½	230 9 6	5 1½	224 18 6	5 0
1,000	184 13 3	3 8½	179 2 3	3 7	269 4 6	5 4½	263 13 6	5 3½
1,250	260 0 2	4 2	254 9 2	4 1	366 2 0	5 10½	360 11 0	5 9
1,500	335 7 2	4 5½	329 16 2	4 5	462 19 6	6 2	457 8 6	6 1
1,750	410 14 1	4 8½	405 3 1	4 7½	559 17 0	6 5	554 6 0	6 4
2,000	486 1 0	4 10½	480 10 0	4 9½	656 14 6	6 7	651 3 6	6 6
2,500	636 14 11	5 1	631 3 11	5 0½	898 5 6	7 2	892 14 6	7 1½
3,000	787 8 10	5 3	781 17 10	5 2½	1,153 19 6	7 8½	1,148 8 6	7 8
4,000	1,088 16 7	5 5½	1,083 5 7	5 5	1,715 7 6	8 7	1,709 16 6	8 6½
5,000	1,433 1 2	5 9	1,427 10 2	5 8½	2,326 15 6	9 3½	2,321 4 6	9 3½
6,000	1,873 15 11	6 3	1,868 4 11	6 2½	2,988 3 6	9 11½	2,982 12 6	9 11½
7,000	2,367 6 3	6 9	2,361 15 3	6 9	3,699 11 6	10 7	3,694 0 6	10 6½
8,000	2,899 14 4	7 3	2,894 3 4	7 3	4,412 1 6	11 0½	4,406 10 6	11 0
9,000	3,471 0 3	7 8½	3,465 9 3	7 8½	5,173 9 6	11 6	5,167 18 6	11 6
10,000	4,085 11 0	8 2	4,080 0 0	8 2	5,935 19 6	11 10½	5,930 8 6	11 10½
12,000	5,532 3 0	9 2½	5,526 12 0	9 2½	7,559 17 6	12 7	7,554 6 6	12 7
15,000	7,891 5 0	10 6½	7,885 14 0	10 6	10,146 5 6	13 6½	10,140 14 6	13 6½
20,000	12,211 3 0	12 2½	12,205 12 0	12 2½	14,583 4 6	14 7	14,577 13 6	14 7
25,000	16,648 13 0	13 4	16,643 2 0	13 4	19,020 14 6	15 2½	19,015 3 6	15 2½
30,000	21,086 3 0	14 0½	21,080 12 0	14 0½	23,458 4 6	15 7½	23,452 13 6	15 7½
40,000	29,961 3 0	15 0	29,955 12 0	14 11½	32,333 4 6	16 2	32,327 13 6	16 2
50,000	38,836 3 0	15 6½	38,830 12 0	15 6½	41,208 4 6	16 6	41,202 13 6	16 6
100,000	83,211 3 0	16 7½	83,205 12 0	16 7½	85,583 4 6	17 1½	85,577 13 6	17 1½

* Age Relief.—Where the taxpayer is over 65 and his total income does not exceed £900 (£800 in 1962-63) age relief is given: this reduces the tax payable to that chargeable on earned income. Where the total income exceeds £900 (£800 in 1962-63), marginal relief is given so that the full tax on the investment income scale is not payable until the marginal relief runs out.

† The "proposed charge 1963-64" comprises income tax for 1963-64 and surtax (if any) for 1962-63, payable in 1963-64. The surtax element in the figures, therefore, takes no account of the increase for 1963-64 in the allowance for National Insurance contributions and in the personal allowances so far as they are allowable for surtax.

‡ Age Exemption.—Where the taxpayer is over 65 and his total income does not exceed £325 (£300 in 1962-63) no tax is payable. Where the total income slightly exceeds £325 (£300 in 1962-63) marginal relief is given so that the full tax is not payable until the marginal relief runs out.

TABLE XII.—INCOME TAX—continued

(2) Married Couples without Children

The Table shows the tax payable by married couples without children after taking account of the married allowance, the allowance for National Insurance contributions for an adult employee and the reliefs in respect of earned income. (In the case of investment income the allowance for National Insurance contributions is that for a non-employed man). The taxpayer may be entitled to further reliefs (or to a different allowance for National Insurance contributions) which would reduce (or alter) the tax payable compared with the amount shown.

Income	Income all Earned Income				Income all Investment Income*										
	Charge for 1962-63		Proposed Charge 1963-64†		Charge for 1962-63		Proposed Charge 1963-64†								
	Income Tax (and Surtax if any)	Effective Rate	Income Tax (and Surtax if any)	Effective Rate	Income Tax (and Surtax if any)	Effective Rate	Income Tax (and Surtax if any)	Effective Rate							
£	£	s.	d.	s.	d.	£	s.	d.	s.	d.	£	s.	d.	s.	d.
350†	1	4	10	—	1	—	—	—	—	—	—	—	—	—	—
400†	4	12	11	—	3	—	—	—	—	—	—	—	—	—	—
500†	20	6	3	—	9½	9	7	6	—	4½	45	17	6	1	10
600	36	16	10	1	2½	27	8	0	—	11	77	2	6	2	7
700	61	0	3	1	9	50	14	8	1	5½	114	4	6	3	3
800	85	12	8	2	1½	74	1	4	1	10	152	19	6	3	10
900	115	15	6	2	7	102	9	6	2	3½	191	14	6	4	3
1,000	145	18	3	2	11	132	12	3	2	8	230	9	6	4	7½
1,250	221	5	2	3	6½	207	19	2	3	4	327	7	0	5	3
1,500	296	12	2	3	11½	283	6	2	3	9½	424	4	6	5	8
1,750	371	19	1	4	3	358	13	1	4	1	521	2	0	5	11½
2,000	447	6	0	4	5½	434	0	0	4	4	617	19	6	6	2
2,500	597	19	11	4	9½	584	13	11	4	8	849	10	6	6	9½
3,000	748	13	10	5	0	735	7	10	4	11	1,102	14	6	7	4
4,000	1,050	1	7	5	3	1,036	15	7	5	2	1,659	2	6	8	3½
5,000	1,394	6	2	5	7	1,381	0	2	5	6½	2,265	10	6	9	0½
6,000	1,822	10	11	6	1	1,809	4	11	6	0½	2,921	18	6	9	9
7,000	2,311	1	3	6	7	2,297	15	3	6	7	3,628	6	6	10	4½
8,000	2,838	9	4	7	1	2,825	3	4	7	1	4,340	16	6	10	10
9,000	3,404	15	3	7	7	3,391	9	3	7	6½	5,097	4	6	11	4
10,000	4,014	6	0	8	0½	4,001	0	0	8	0	5,859	14	6	11	8½
12,000	5,455	18	0	9	1	5,442	12	0	9	1	7,478	12	6	12	5½
15,000	7,810	0	0	10	5	7,796	14	0	10	4½	10,060	0	6	13	5
20,000	12,122	8	0	12	1½	12,109	2	0	12	1½	14,494	9	6	14	6
25,000	16,559	18	0	13	3	16,546	12	0	13	3	18,931	19	6	15	1½
30,000	20,997	8	0	14	0	20,984	2	0	14	0	23,369	9	6	15	7
40,000	29,872	8	0	14	11	29,859	2	0	14	11	32,244	9	6	16	1½
50,000	38,747	8	0	15	6	38,734	2	0	15	6	41,119	9	6	16	5½
100,000	83,122	8	0	16	7½	83,109	2	0	16	7½	85,494	9	6	17	1

* Age Relief.—Where the taxpayer (or his wife) is over 65 and his total income does not exceed £900 (£800 in 1962-63) age relief is given: this reduces the tax payable to that chargeable on earned income. Where the total income exceeds £900 (£800 in 1962-63) marginal relief is given so that the full tax on the investment income is not payable until the marginal relief runs out.

† The "proposed charge 1963-64" comprises income tax for 1963-64 and surtax (if any) for 1962-63 payable in 1963-64. The surtax element in the figures, therefore, takes no account of the increase for 1963-64 in the allowance for National Insurance contributions and in the personal allowances so far as they are allowable for surtax.

‡ Age Exemption.—Where the taxpayer (or his wife) is over 65 and his total income does not exceed £520 (£480 in 1962-63) no tax is payable. Where the total income slightly exceeds £520 (£480 in 1962-63) marginal relief is given so that the full tax is not payable until the marginal relief runs out.

(3) Married Couples with one Child—Earned Income

The Table shows the tax payable by married couples with one child after taking account of the married allowance and allowance for one child, the allowance for National Insurance contributions for an adult employee and the reliefs in respect of earned income. The taxpayer may be entitled to further reliefs (or to a different allowance for National Insurance contributions) which would reduce (or alter) the tax payable compared with the amount shown.

Income	Income all Earned Income											
	One Child not over 11				One Child over 11, but not over 16				One Child over 16			
	Charge for 1962-63		Proposed Charge 1963-64*		Charge for 1962-63		Proposed Charge 1963-64*		Charge for 1962-63		Proposed Charge 1963-64*	
	Income Tax (and Surtax if any)	Effective Rate	Income Tax (and Surtax if any)	Effective Rate	Income Tax (and Surtax if any)	Effective Rate	Income Tax (and Surtax if any)	Effective Rate	Income Tax (and Surtax if any)	Effective Rate	Income Tax (and Surtax if any)	Effective Rate
£	£ s. d.	s. d.	£ s. d.	s. d.	£ s. d.	s. d.	£ s. d.	s. d.	£ s. d.	s. d.	£ s. d.	s. d.
500	2 14 0	- 1½	-	-	- 10 3	-	-	-	-	-	-	-
600	15 11 10	- 6	1 18 8	- 1	10 5 7	- 4	-	-	-	-	-	-
700	32 2 4	- 11	17 9 9	- 6	26 16 1	- 9	-	-	5 2 8	- 2	-	-
800	54 1 4	1 4	39 11 4	1 0	46 5 1	1 2	12 9 9	- 4½	21 9 10	- 7½	7 9 9	- 2½
900	78 7 6	1 9	62 18 0	1 5	70 11 3	1 7	32 1 4	- 9½	38 8 10	- 11½	24 11 4	- 7½
1,000	107 3 3	2 1½	88 1 0	1 9	97 9 6	1 11½	55 8 0	1 3	62 15 0	1 4½	47 18 0	1 1
1,250	182 10 2	2 11	163 7 11	2 7½	172 16 5	2 9	78 14 8	1 7	87 15 9	1 9	71 4 8	1 5
1,500	257 17 2	3 5½	238 14 11	3 2	248 3 5	3 3½	153 14 2	2 5½	163 2 8	2 7½	144 0 5	2 3½
1,750	333 4 1	3 9½	314 1 10	3 7	323 10 4	3 8½	229 1 2	3 0½	238 9 8	3 2	219 7 5	2 11
2,000	408 11 0	4 1	389 8 9	3 10½	398 17 3	4 0	304 8 1	3 5½	313 16 7	3 7	294 14 4	3 4½
2,500	559 4 11	4 5½	540 2 8	4 4	549 11 2	4 5	379 15 0	3 9½	389 3 6	3 10½	370 1 3	3 8½
3,000	709 18 10	4 9	690 16 7	4 7½	700 5 1	4 8	530 8 11	4 3	539 17 5	4 4	520 15 2	4 2
4,000	1,011 6 7	5 0½	992 4 4	4 11½	1,001 12 10	5 0	681 2 10	4 6½	690 11 4	4 7	671 9 1	4 5½
5,000	1,355 11 2	5 5	1,336 8 11	5 4	1,345 17 5	5 4½	982 10 7	4 11	991 19 1	4 11½	972 16 10	4 10½
6,000	1,771 5 11	5 11	1,752 3 8	5 10	1,758 9 8	5 10½	1,326 15 2	5 3½	1,336 3 8	5 4	1,317 1 5	5 3
7,000	2,254 16 3	6 5½	2,235 14 0	6 4½	2,240 15 0	6 5	1,739 7 5	5 9½	1,745 13 5	5 10	1,726 11 2	5 9
8,000	2,777 4 4	6 11½	2,758 2 1	6 10½	2,761 18 1	6 11	2,221 12 9	6 4	2,226 13 9	6 4½	2,207 11 6	6 3½
9,000	3,338 10 3	7 5	3,319 8 0	7 4½	3,321 19 0	7 4½	2,742 15 10	6 10½	2,746 11 10	6 10½	2,727 9 7	6 10
10,000	3,943 1 0	7 10½	3,923 18 9	7 10	3,925 4 9	7 10	3,302 16 9	7 4	3,305 7 9	7 4	3,286 5 6	7 3½
12,000	5,379 13 0	8 11½	5,360 10 9	8 11	5,360 11 9	8 11	3,906 2 6	7 9½	3,907 8 6	7 10	3,888 6 3	7 9½
15,000	7,728 15 0	10 3½	7,709 12 9	10 3½	7,708 8 9	10 3½	5,341 9 6	8 11	5,341 10 6	8 11	5,322 8 3	8 10½
20,000	12,033 13 0	12 0½	12,014 10 9	12 0	12,011 9 3	12 0	7,689 6 6	10 3	7,688 2 6	10 3	7,669 0 3	10 2½
25,000	16,471 3 0	13 2	16,452 0 9	13 2	16,448 19 3	13 2	11,992 7 0	12 0	11,989 5 6	12 0	11,970 3 3	11 11½
30,000	20,908 13 0	13 11½	20,889 10 9	13 11	20,886 9 3	13 11	16,429 17 0	13 1½	16,426 15 6	13 1½	16,407 13 3	13 1½
40,000	29,783 13 0	14 10½	29,764 10 9	14 10½	29,761 9 3	14 10½	20,867 7 0	13 11	20,864 5 6	13 11	20,845 3 3	13 11
50,000	38,658 13 0	15 5½	38,639 10 9	15 5½	38,636 9 3	15 5½	29,742 7 0	14 10½	29,739 5 6	14 10½	29,720 3 3	14 10½
100,000	83,033 13 0	16 7½	83,014 10 9	16 7	83,011 9 3	16 7	38,617 7 0	15 5½	38,614 5 6	15 5½	38,595 3 3	15 5½
							82,992 7 0	16 7	82,989 5 6	16 7	82,970 3 3	16 7

* The "proposed charge 1963-64" comprises income tax for 1963-64 and surtax (if any) for 1962-63 payable in 1963-64. The surtax element in the figures, therefore, takes no account of the increase for 1963-64 in the allowance for National Insurance contributions and in the personal allowances so far as they are allowable for surtax.

TABLE XII.—INCOME TAX—continued

(4) Married Couples with two Children—Earned Income

The Table shows the tax payable by married couples with two children after taking account of the married allowance and allowance for two children, the allowance for National Insurance contributions for an adult employee and the reliefs in respect of earned income. The taxpayer may be entitled to further reliefs (or to a different allowance for National Insurance contributions) which would reduce (or alter) the tax payable compared with the amount shown.

Income	Income all Earned Income													
	Two Children not over 11				Two Children over 11, but not over 16				Two Children over 16					
	Charge for 1962-63		Proposed Charge 1963-64*		Charge for 1962-63		Proposed Charge 1963-64*		Charge for 1962-63		Proposed Charge 1963-64*			
	Income Tax (and Surtax if any)	Effective Rate	Income Tax (and Surtax if any)	Effective Rate	Income Tax (and Surtax if any)	Effective Rate	Income Tax (and Surtax if any)	Effective Rate	Income Tax (and Surtax if any)	Effective Rate	Income Tax (and Surtax if any)	Effective Rate	Income Tax (and Surtax if any)	Effective Rate
£	£ s. d.	s. d.	£ s. d.	s. d.	£ s. d.	s. d.	£ s. d.	s. d.	£ s. d.	s. d.	£ s. d.	s. d.	£ s. d.	s. d.
600	- 15 2	- 0½	-	-	-	-	-	-	-	-	-	-	-	-
700	10 17 4	- 3½	-	-	3 3 9	- 1	-	-	-	-	-	-	-	-
800	27 7 11	- 8	10 0 10	- 3	16 15 5	- 5	- - 10	-	6 2 11	- 2	-	-	-	-
900	47 2 6	1 0½	28 8 0	- 7½	33 6 0	- 9	15 12 0	- 4	22 13 6	- 6	5 12 0	- 1½	-	-
1,000	71 8 7	1 5	51 14 8	1 0½	55 16 1	1 1½	36 14 8	- 9	40 3 7	- 9½	21 14 8	- 5	-	-
1,250	143 15 2	2 3½	118 16 8	1 11	124 7 8	2 0	99 9 2	1 7	105 0 2	1 8	80 1 8	1 3½	-	-
1,500	219 2 2	2 11	194 3 8	2 7	199 14 8	2 8	174 16 2	2 4	180 7 2	2 5	155 8 8	2 1	-	-
1,750	294 9 1	3 4½	269 10 7	3 1	275 1 7	3 1½	250 3 1	2 10½	255 14 1	2 11	230 15 7	2 7½	-	-
2,000	369 16 0	3 8½	344 17 6	3 5½	350 8 6	3 6	325 10 0	3 3	331 1 0	3 3½	306 2 6	3 0½	-	-
2,500	520 9 11	4 2	495 11 5	3 11½	501 2 5	4 0	476 3 11	3 9½	481 14 11	3 10	456 16 5	3 8	-	-
3,000	671 3 10	4 5½	646 5 4	4 3½	651 16 4	4 4	626 17 10	4 2	632 8 10	4 2½	607 10 4	4 0½	-	-
4,000	972 11 7	4 10½	947 13 1	4 9	953 4 1	4 9	928 5 7	4 7½	933 16 7	4 8	908 18 1	4 6½	-	-
5,000	1,316 16 2	5 3	1,291 17 8	5 2	1,297 8 8	5 2½	1,272 10 2	5 1	1,278 1 2	5 1½	1,253 2 8	5 0	-	-
6,000	1,720 0 11	5 9	1,695 2 5	5 8	1,694 8 5	5 8	1,669 9 11	5 7	1,669 10 9	5 7	1,644 12 3	5 6	-	-
7,000	2,198 11 3	6 3½	2,173 12 9	6 2½	2,170 8 9	6 2½	2,145 10 3	6 1½	2,142 6 3	6 1½	2,117 7 9	6 0½	-	-
8,000	2,715 19 4	6 9½	2,691 0 10	6 8½	2,685 6 10	6 8½	2,660 8 4	6 8	2,654 14 4	6 7½	2,629 15 10	6 7	-	-
9,000	3,272 5 3	7 3½	3,247 6 9	7 2½	3,239 2 9	7 2½	3,214 4 3	7 1½	3,206 0 3	7 1½	3,181 1 9	7 1	-	-
10,000	3,871 16 0	7 9	3,846 17 6	7 8½	3,836 3 6	7 8	3,811 5 0	7 7½	3,800 11 0	7 7	3,775 12 6	7 6½	-	-
12,000	5,303 8 0	8 10	5,278 9 6	8 9½	5,265 5 6	8 9½	5,240 7 0	8 9	5,227 3 0	8 8½	5,202 4 6	8 8	-	-
15,000	7,647 10 0	10 2½	7,622 11 6	10 2	7,606 17 6	10 1½	7,581 19 0	10 1½	7,566 5 0	10 1	7,541 6 6	10 0½	-	-
20,000	11,944 18 0	11 11½	11,919 19 6	11 11	11,900 10 6	11 11	11,875 12 0	11 10½	11,856 3 0	11 10½	11,831 4 6	11 10	-	-
25,000	16,382 8 0	13 1½	16,357 9 6	13 1	16,338 0 6	13 1	16,313 2 0	13 0½	16,293 13 0	13 0½	16,268 14 6	13 0	-	-
30,000	20,819 18 0	13 10½	20,794 19 6	13 10½	20,775 10 6	13 10	20,750 12 0	13 10	20,731 3 0	13 10	20,706 4 6	13 9½	-	-
40,000	29,694 18 0	14 10	29,669 19 6	14 10	29,650 10 6	14 10	29,625 12 0	14 10	29,606 3 0	14 9½	29,581 4 6	14 9½	-	-
50,000	38,569 18 0	15 5	38,544 19 6	15 5	38,525 10 6	15 5	38,500 12 0	15 5	38,481 3 0	15 4½	38,456 4 6	15 4½	-	-
100,000	82,944 18 0	16 7	82,919 19 6	16 7	82,900 10 6	16 7	82,875 12 0	16 7	82,856 3 0	16 7	82,831 4 6	16 7	-	-

* The "proposed charge 1963-64" comprises income tax for 1963-64 and surtax (if any) for 1962-63 payable in 1963-64. The surtax element in the figures, therefore, takes no account of the increase for 1963-64 in the allowance for National Insurance contributions and in the personal allowances so far as they are allowable for surtax.

TABLE XII.—INCOME TAX—continued

(5) Married Couples with three Children—Earned Income

The Table shows the tax payable by married couples with three children after taking account of the married allowance and allowance for three children, the allowance for National Insurance contributions for an adult employee and the reliefs in respect of earned income. The taxpayer may be entitled to further reliefs (or to a different allowance for National Insurance contributions) which would reduce (or alter) the tax payable compared with the amount shown.

Income	Income all Earned Income											
	Three Children not over 11				Three Children over 11, but not over 16				Three Children over 16			
	Charge for 1962-63		Proposed Charge 1963-64*		Charge for 1962-63		Proposed Charge 1963-64*		Charge for 1962-63		Proposed Charge 1963-64*	
	Income Tax (and Surtax if any)	Effective Rate	Income Tax (and Surtax if any)	Effective Rate	Income Tax (and Surtax if any)	Effective Rate	Income Tax (and Surtax if any)	Effective Rate	Income Tax (and Surtax if any)	Effective Rate	Income Tax (and Surtax if any)	Effective Rate
£	£ s. d.	s. d.	£ s. d.	s. d.	£ s. d.	s. d.	£ s. d.	s. d.	£ s. d.	s. d.	£ s. d.	s. d.
800	6 2 11	— 2	—	—	6 14 9	— 2	—	—	—	—	—	—
900	22 13 6	— 6	2 12 0	— 0½	23 5 3	— 5½	—	—	—	—	—	—
1,000	40 3 7	— 9½	18 3 1	— 4½	77 10 1	1 3	3 3 1	— 1	—	—	—	—
1,250	105 0 2	1 8	75 11 4	1 2½	151 5 11	2 0	53 1 4	— 10	7 6 6	— 2	—	—
1,500	180 7 2	2 5	149 12 5	2 0	226 12 10	2 7	120 11 2	1 7½	54 1 4	— 10½	30 11 4	— 6
1,750	255 14 1	2 11	224 19 4	2 7	195 18 1	2 3	195 18 1	2 3	122 4 8	1 7½	91 9 11	1 2½
2,000	331 1 0	3 3½	300 6 3	3 0	271 5 0	2 8½	197 11 7	2 3	197 11 7	2 3	166 16 10	1 11
2,500	481 14 11	3 10	451 0 2	3 7½	421 18 11	3 4½	272 18 6	2 9	272 18 6	2 9	242 3 9	2 5
3,000	632 8 10	4 2½	601 14 1	4 0	572 12 10	3 10	423 12 5	3 4½	423 12 5	3 4½	392 17 8	3 1½
4,000	933 16 7	4 8	903 1 10	4 6	874 0 7	4 4½	574 6 4	3 10	574 6 4	3 10	543 11 7	3 7½
5,000	1,278 1 2	5 1½	1,247 6 5	5 0	3,156 6 6	7 0	875 14 1	4 4½	875 14 1	4 4½	844 19 4	4 2½
6,000	1,669 10 9	5 7	1,638 16 0	5 5½	3,749 5 3	7 6	1,218 5 2	4 10½	1,219 18 8	4 10½	1,189 3 11	4 9
7,000	2,142 6 3	6 1½	2,111 11 6	6 0½	5,172 2 3	8 7½	1,602 4 9	5 4	1,596 8 3	5 4	1,565 13 6	5 2½
8,000	2,654 14 4	6 7½	2,623 19 7	6 6½	7,505 6 3	10 0	2,069 7 9	5 11	2,057 18 9	5 10½	2,027 4 0	5 9½
9,000	3,206 0 3	7 1½	3,175 5 6	7 0½	11,789 11 9	11 9½	2,578 0 10	6 5½	2,562 16 10	6 5	2,532 2 1	6 4
10,000	3,800 11 0	7 7	3,769 16 3	7 6½	16,227 1 9	13 0	3,125 11 9	6 11½	3,107 5 9	6 11	3,076 11 0	6 10
12,000	5,227 3 0	8 8½	5,196 8 3	8 8	20,664 11 9	13 9½	3,718 10 6	7 5	3,699 11 6	7 5	3,668 16 9	7 4
15,000	7,566 5 0	10 1	7,535 10 3	10 0½	29,539 11 9	14 9	5,141 7 6	8 7	5,118 13 6	8 6½	5,087 18 9	8 6
20,000	11,856 3 0	11 10½	11,825 8 3	11 10	38,414 11 9	15 4½	7,505 6 3	10 0	7,474 11 6	9 11½	7,444 7 6	9 10½
25,000	16,293 13 0	13 0½	16,262 18 3	13 0	82,789 11 9	16 6½	11,789 11 9	11 9½	11,758 17 0	11 9	11,723 0 6	11 8½
30,000	20,731 3 0	13 10	20,700 8 3	13 9½	82,789 11 9	16 6½	16,227 1 9	13 0	16,196 7 0	12 11½	16,160 10 6	12 11
40,000	29,606 3 0	14 9½	29,575 8 3	14 9½	82,789 11 9	16 6½	20,664 11 9	13 9½	20,633 17 0	13 9	20,598 0 6	13 9
50,000	38,481 3 0	15 4½	38,450 8 3	15 4½	82,789 11 9	16 6½	29,539 11 9	14 9	29,508 17 0	14 9	29,473 0 6	14 9
100,000	82,856 3 0	16 7	82,825 8 3	16 7	82,789 11 9	16 6½	38,414 11 9	15 4½	38,383 17 0	15 4	38,348 0 6	15 4
					82,789 11 9	16 6½	82,758 17 0	16 6½	82,723 0 6	16 6½	82,692 5 9	16 6½

TABLE XII.—INCOME TAX—continued

FINANCIAL STATEMENT (1963-64)

* The "proposed charge 1963-64" comprises income tax for 1963-64 and surtax (if any) for 1962-63 payable in 1963-64. The surtax element in the figures, therefore, takes no account of the increase for 1963-64 in the allowance for National Insurance contributions and in the personal allowances so far as they are allowable for surtax.

ESTIMATES, 1963-64

TABLE XIII.—INLAND REVENUE

After Budget changes

£ million

Head of Revenue	1962-63		1963-64 Estimate
	Budget Estimate	Outturn	
Income Tax	2,790	2,818	2,789
Surtax	188	184	190
Death Duties	265	270	279
Stamps	95	96	73
Profits Tax, Excess Profits Tax and Excess Profits Levy	374	383	398
Total Inland Revenue	3,712	3,751	3,729

ESTIMATES, 1963-64

TABLE XIV.—CUSTOMS AND EXCISE REVENUE

After Budget changes

£ million

Head of Duty							1962-63		1963-64 Estimate
							Budget Estimate	Receipts (provisional)	
Tobacco	...	...	...	...	...	C	885	878	900
Purchase Tax	...	...	...	...	...	E	606	571	545
Oil	...	...	...	...	...	C	535	535	580
Oil, &c.	...	...	...	...	...	E	10	10	10
Total Oil, &c.	...	...	...	...	...		545	545	590
Spirits	...	...	...	...	...	C	38	42	44
	...	...	...	...	...	E	139	143	146
Total Spirits	...	...	...	...	...		177	185	190
Beer	...	...	...	...	...	C	14	13	13
	...	...	...	...	...	E	247	241	249
Total Beer	...	...	...	...	...		261	254	262
Wine	...	...	...	...	...	C	22	22	24
British Wine	...	...	...	...	...	E	4	4	5
Betting	...	...	...	...	...	E	42	31	37
Television Licence	...	...	...	...	...	E	12	12	5
Television Advertisement	...	...	...	...	...	E	8	8	8
Matches and Mechanical Lighters	...	...	...	...	...	C	4	4	4
	...	...	...	...	...	E	8	8	8
Total Matches, &c.	...	...	...	...	...		12	12	12
Import Duties Act, 1958	...	...	...	...	...	C	153	145	153
Other duties, deposits and receipts	...	...	...	...	...	C & E	3	4	1
Difference between payments into Exchequer and actual receipts	...	...	...	...	...	C & E		-3	
Total Revenue	...	...	...	...	...	Customs	1,653	1,640	1,718
	...	...	...	...	...	Excise	1,077	1,028	1,014
TOTAL	...	...	...	...	...		2,730	2,668	2,732

ESTIMATES, 1963-64

TABLE XV.—SUMMARY

After Budget changes

£ million

	1962-63		1963-64 Estimate		1962-63		1963-64 Estimate
	Budget Estimate	Outturn			Budget Estimate	Outturn	
Revenue				Expenditure			
Inland Revenue ...	3,712	3,751	3,729	Consolidated Fund Services	753	746	790
Customs and Excise ...	2,730	2,668	2,732	Supply: Defence Budget	1,721	1,766	1,838
Motor Duties ...	150	153	160	Civil ...	3,891	3,929	4,301*
Total Tax Revenue ...	6,592	6,572	6,621	Total Supply ...	5,612	5,695	6,139
Other Revenue ...	206	222	218*				
Total Revenue ...	6,798	6,794	6,839	Total Expenditure ...	6,365	6,441	6,929
Deficit ...	—	—	90	Surplus ...	433	353	—
	6,798	6,794	6,929		6,798	6,794	6,929
BELOW THE LINE				BELOW THE LINE			
Total Receipts ...	589	635	595	Total Payments ...	1,096	1,054	1,192
Net Payments ...	507	419	597				
	1,096	1,054	1,192				

	1962-63		1963-64 Estimate
	Budget Estimate	Outturn	
Above the line:			
Surplus ...	433	353	—
Deficit ...	—	—	90
Below the line:			
Net Payments ...	507	419	597
Borrowing requirement ...	74	66	687

* It is proposed to increase the television broadcast receiving licence fee from £3 to £4 from 1st October, 1963. The additional revenue will, however, be offset by an equal increase in the grant to the B.B.C. (Civil Votes, Class XI, Vote 1).

PART III - GOVERNMENT GRANTS

Grants from the federal government

Grants from state and local governments

Line	Description	2011		2010	
		Amount	Percentage of Total Revenue	Amount	Percentage of Total Revenue
1	Federal government	1,200,000	15.0%	1,100,000	14.0%
2	State government	500,000	6.25%	450,000	5.75%
3	Local government	300,000	3.75%	250,000	3.25%
4	Total government grants	2,000,000	25.0%	1,800,000	23.0%
5	Private foundation	1,000,000	12.5%	900,000	11.5%
6	Individual	500,000	6.25%	450,000	5.75%
7	Corporation/other	200,000	2.5%	150,000	1.9%
8	Total private foundation and individual grants	1,700,000	21.25%	1,500,000	19.25%
9	Total grants	3,700,000	46.25%	3,300,000	42.25%

Line	Description	2011		2010	
		Amount	Percentage of Total Revenue	Amount	Percentage of Total Revenue
10	Government grants	2,000,000	25.0%	1,800,000	23.0%
11	Private foundation and individual grants	1,700,000	21.25%	1,500,000	19.25%
12	Total grants	3,700,000	46.25%	3,300,000	42.25%

This information is required to be reported on Form 990. If you are a private foundation, you must also report the amount of the grant on Form 990-B. See the instructions for Form 990.

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