



# Information leaflet on personal tax rate changes Tax Year 2024/2025

## Introduction

On 1 July 2024, in the Parliamentary Budget session, the Chief Minister announced a reduction of all tax rates under both the Allowance Based System (ABS) and the Gross Income Based System (GIBS). This is effective for the tax year 24/25 (1 July 2024 to 30 June 2025).

## Tax bandings

The new bandings are as follows:

1. Individuals who have opted to be taxed under the **Allowances Based System (ABS)** will pay tax on their taxable income (assessable income less allowances) at the following rates:

the first £4,000 of taxable income @ 14%  
the next £12,000 of taxable income @ 17%  
balance @ 39%

2. Individuals who have opted to be taxed under the **Gross Income Based System (GIBS)** will pay tax on their assessable income at the following rates:

(a) Individuals with gross assessable income not exceeding £25,000:

the first £10,000 of assessable income @ 6%  
the next £7,000 @ 20%  
balance @ 28%

(b) Individuals with gross assessable income exceeding £25,000:

the first £17,000 of assessable income @ 16%  
the next £8,000 @ 19%  
the next £15,000 @ 25%  
the next £65,000 @ 28%  
balance @ 25%

## Tax tables

In order to mitigate against potential effects of an under-deduction of tax at source, our tax tables have been revised. These have now been split in-line with the various bandings noted above. These are available to download [here](#).

The revised list of available tables and when you should use them is attached.

# TAX TABLES

## FOR USE IN THE 2024/2025 TAX YEAR

### ALLOWANCE BASED SYSTEM

#### Gross assessable income

#### WHEN TO USE

Daily Part 1 Codes 1 to 18  
Daily Part 1 Codes 19 to 36  
Daily Part 1 Codes 37 to 52

- Taxed under the ABS.
- Paid **daily**.
- Have a valid tax code issued within the range indicated.

Weekly Part 1 Codes 1 to 18  
Weekly Part 1 Codes 19 to 36  
Weekly Part 1 Codes 37 to 52

- Taxed under the ABS.
- Paid **weekly**.
- Have a valid tax code issued within the range indicated.

Monthly Part 1 Codes 1 to 18  
Monthly Part 1 Codes 19 to 36  
Monthly Part 1 Codes 37 to 52

- Taxed under the ABS.
- Paid **monthly**.
- Have a valid tax code issued within the range indicated.

Annual Part 1 Codes 1 to 18  
Annual Part 1 Codes 19 to 36  
Annual Part 1 Codes 37 to 52

- Taxed under the ABS.
- Paid **annually**.
- Have a valid tax code issued within the range indicated.

### GROSS INCOME BASED SYSTEM

#### Gross assessable income not exceeding £25,000

#### WHEN TO USE

Daily

- If earning under £25,000.
- Taxed under the GIBS.
- Paid **daily**.

Weekly

- If earning under £25,000.
- Taxed under the GIBS.
- Paid **weekly**.

Monthly

- If earning under £25,000.
- Taxed under the GIBS.
- Paid **monthly**.

Annual

- If earning under £25,000.
- Taxed under the GIBS.
- Paid **annually**.



Gross assessable income exceeding £25,000	WHEN TO USE
Daily	<ul style="list-style-type: none"><li>• If earning more than £25,000.</li><li>• Taxed under the GIBS.</li><li>• Paid <b>daily</b>.</li></ul>
Weekly	<ul style="list-style-type: none"><li>• If earning more than £25,000.</li><li>• Taxed under the GIBS.</li><li>• Paid <b>weekly</b>.</li></ul>
Monthly	<ul style="list-style-type: none"><li>• If earning more than £25,000.</li><li>• Taxed under the GIBS.</li><li>• Paid <b>monthly</b>.</li></ul>
Annual	<ul style="list-style-type: none"><li>• If earning more than £25,000.</li><li>• Taxed under the GIBS.</li><li>• Paid <b>annually</b>.</li></ul>