



MNU 4-09b

Assessment 3

Gold Level



Name: \_\_\_\_\_

Score:  $\frac{\quad}{2}$ 

Percentage: %

Class: \_\_\_\_\_

## Outcome 1 - Calculating Income Tax - for high earners!



The table shows the Scottish Income Tax rates you pay in each band if you have a standard personal allowance of up to £11 500.

Calculate the annual income tax bills for the following professionals...

| Band               | Taxable Income      | tax rate |
|--------------------|---------------------|----------|
| Personal allowance | Up to £11 500       | 0%       |
| Basic rate         | £11 501 to £43 000  | 20%      |
| Higher rate        | £43 001 to £150 000 | 40%      |
| Additional rate    | Over £150 000       | 45%      |

1

Bill is a sales executive and earns £68 300 per year. He has a personal tax allowance of £11 500.



2



James is a top surgeon and earns £178 600 per year. He does not receive a personal allowance.