SALARIES TAX

Proposed Changes to Allowances and Deductions

	Present ($)	*Proposed/ New* ($)	*Increase* ($)	*Increase* (%)
Personal Allowances:				
Basic	132,000	145,000	13,000	10
Married	264,000	290,000	26,000	10
Single Parent	132,000	145,000	13,000	10
Disabled	75,000	75,000	—	—
Other Allowances:				
Child:				
1st to 9th child				
Basic	130,000	140,000	10,000	8
Additional allowance	130,000	140,000	10,000	8
(Claim period for additional allowance)	(1 year of assessment)	(2 years of assessment)	(Claim period extended by 1 year of assessment)	
Dependent Parent/Grandparent:				
Aged 60 or above				
Basic	50,000	55,000	5,000	10
Additional allowance (for a dependant living with the taxpayer for whole year)	50,000	55,000	5,000	10
Aged 55 to 59				
Basic	25,000	27,500	2,500	10
Additional allowance (for a dependant living with the taxpayer for whole year)	25,000	27,500	2,500	10
Dependent Brother/Sister	37,500	37,500	—	—
Disabled Dependant	75,000	75,000	—	—
Deduction Ceiling:				
Self-Education Expenses	100,000	100,000	—	—
Home Loan Interest: Basic	100,000	100,000	—	—
: Additional	20,000	20,000	—	—
(Number of years of deduction)	(20 years of assessment)	(20 years of assessment)		
Approved Charitable Donations	35% of income	35% of income	—	—
Elderly Residential Care Expenses	100,000	110,000	10,000	10
Contributions to Recognised Retirement Schemes	18,000	18,000	—	—

	Present ($)	*Proposed/ New* ($)	*Increase* ($)	(%)
Qualifying Voluntary Health Insurance Scheme Policy Premiums	$8,000 per insured person	$8,000 per insured person	—	—
Annuity Premiums and MPF Voluntary Contributions	60,000	60,000	—	—
Domestic Rents: Basic	100,000	100,000	—	—
: Additional	20,000	20,000	—	—
Expenses on Assisted Reproductive Services	100,000	100,000	—	—