

# BUDGET Report



What the  
Budget means  
for you and  
your family



Delivered FREE at no expense to the taxpayer

2013



**Backing  
those who  
work hard  
and want  
to get on**



**A penny off your pint!  
Chancellor cuts  
beer duty**



## BUDGET 2013

# WE ARE THE ASPIRATION NATION

**Conservatives pull out the  
stops for those who want  
to work hard and get on**

### PROGRESS ON THE ECONOMY

- ✓ **1.25 million new jobs**  
In the last year we've seen the fastest rate of job creation since 2000. For every job lost in the public sector, we saw 6 jobs created in the private sector.
- ✓ **Deficit cut by a third**  
The deficit is falling this year, and every year of the forecast.
- ✓ **Borrowing falling**  
Labour borrowed £159 billion in their last year of office. This year the Government is forecast to borrow £114 billion – and falling.

HELP FOR FAMILIES, HOME-BUYERS, SAVERS AND JOB-SEEKERS

More Budget  
analysis  
inside.

# BUILDING AN ASPIRATION NATION

## How Conservatives are helping those who want to work hard and get on

### HELP FOR CHILDCARE

**Tax free childcare:  
we'll pay 20% of your  
childcare bills - up  
to £1,200 per child**



**Too many parents at the moment are seeing their pay packets eaten up by childcare costs. Others can't work because childcare is too expensive.**

So from 2015 we're going to pay 20% of a working family's childcare bills every year - up to £1,200 per child.

This is real money - a family with two children will be up to £2,400 a year better off.

### HELP FOR HOME BUYERS

**A £3.5 billion boost to home-ownership**

**Conservatives want to help more people realise the dream of home-ownership - to get on and up the housing ladder.**

In the Budget we put forward £3.5 billion to help people buy their own home. So if you want to buy a new-build home, we'll provide 20% of the equity to help you. And for people with deposits of just 5 or 10%, we will help you get a mortgage with a new guarantee.



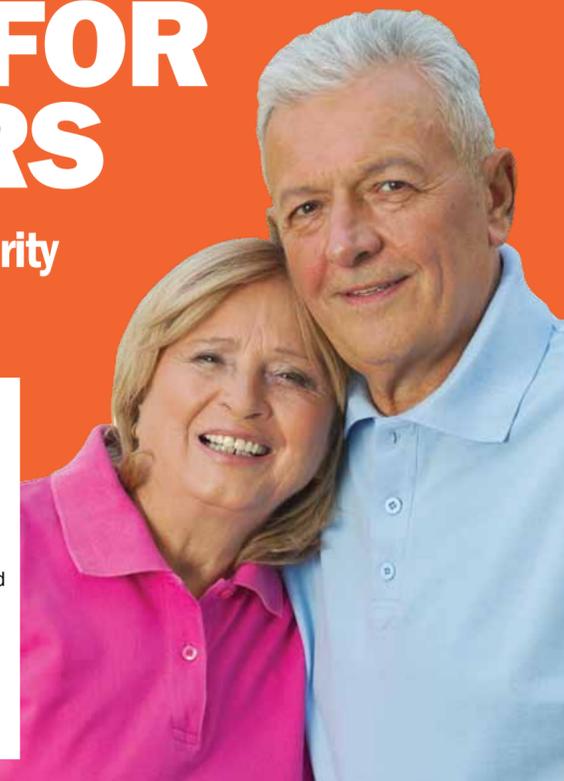
### HELP FOR SAVERS

**Giving people security  
after a life of work**

**We will introduce a simple, flat rate pension that gives people £144 a week from 2016. Any one pound you save will be a pound you keep.**

On top of that, we will help those who want to keep their homes instead of selling them to pay for the costs of care in their old age, with a new cap on social care costs from 2016.

We promised to give people dignity in their old age; and we are keeping our word.



### HELP FOR FAMILIES

**A tax cut for 24 million  
hard-working people**

**We want people who work hard to keep more of their own money. Next April the personal allowance will reach £10,000 - as a result people will pay £700 less in income tax than they did in 2010.**

This will be a tax cut for 24 million people - and 2.7 million people will have been taken out of income tax altogether. This April we are raising the personal allowance by £1,335 - the largest ever cash rise, a tax cut of £200 for 24 million people.



### HELP FOR SMALL BUSINESSES

**A £2000 National Insurance cut  
for jobs, jobs and more jobs**

**This Government has already helped create 1.25 million private sector jobs - in fact last year we saw the fastest rate of job creation in over a decade.**

But we're going even further. Next April we'll cut the employer National Insurance bill of every business and charity by a huge £2,000.

That means they'll be able to hire 4 people on minimum wage, without any increase in their NI bill. And it means 450,000 small businesses will pay no jobs tax at all.



### HELP FOR DRIVERS

**Another fuel duty freeze -  
£170 in your pocket**

**We know how hard it's been to fill up at the pumps. That's why we've frozen fuel duty again and again - and again this year.**

With this Government, fuel duty will have been frozen for nearly three and a half years - the longest freeze for over 20 years.

Pump prices will be 13 pence per litre lower than under Labour's plans. For a Vauxhall Astra or a Ford Focus that is £7 less every time you fill the tank. The average motorist will keep an extra £170 in their pocket.



# 12 CONSERVATIVE ACHIEVEMENTS



Even in these tough times we are backing those who work hard and want to get on. In less than three years we have:

- Cut the deficit by a third**  
*(HM Treasury, Budget, March 2013)*
- Seen 1.25 million new jobs created in the private sector**  
*(ONS, Labour Market Statistics, March 2013)*
- Overseen the creation of 250,000 new small businesses**  
*(BIS, Business Population Estimates, 2011 and 2012)*
- Seen a record number of apprenticeships started – half a million in the last year alone**  
*(Data Service, Apprenticeship starts, 2013)*
- Cut the tax bills of 24 million people by £600 on average – and taken 2.2 million people out of income tax altogether**  
*(HMT, Budget 2011; HMT, Autumn Statement 2012)*
- Frozen Council Tax for 3 years in a row**  
*(DCLG Press Release, 13 February 2012; DCLG Press Release, 8 October 2012; CIPFA website)*
- Forced energy companies to put customers on the lowest tariff**  
*(DECC Press Release, 20 November 2012)*
- Capped benefits – so no out-of-work household can receive more than the average working family earns**  
*(Hansard, 21 November 2012, Col. 689)*
- Cut net immigration by a third – from 235,000 to 163,000 a year**  
*(ONS, Migration Statistics Quarterly Report, 28 February 2013)*
- Vetoed a new EU Treaty that wasn't in Britain's national interest**  
*(Hansard, 12 December 2011, Cols. 519-522)*
- Seen crime fall by 10% since the 2010 General Election**  
*(ONS, Police recorded crime year ending September 2012; British Crime Survey, Recorded crime by police force area, English region and Wales, 12 months to June 2010)*
- Employed over 6,000 more doctors in the NHS – and 6,000 fewer managers**  
*(NHS IC, Monthly NHS Hospital and Community Health Service, Workforce Statistics in England – November 2012, Provisional statistics, 21 February 2013)*

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# 12 LABOUR FAILURES



In contrast, in 13 years Labour:

- Built up the biggest deficit in our peacetime history**  
*(HMT, Public Finances Databank, 2012)*
- Doubled the national debt from £351 billion to £843 billion**  
*(ONS, Time Series KSE6)*
- Plunged Britain into the deepest recession since the Second World War**  
*(OBR, Economic and Fiscal Outlook, 2012)*
- Doubled Council Tax bills**  
*(DoE Press Release, 20 March 1997; DCLG Press Release, 24 March 2010)*
- Abolished the 10p tax rate – directly hitting the poorest families in our country**  
*(IFS, Abolishing the 10p starting rate, April 2008)*
- Let energy companies' profits rip – to an average profit per bill of £55 by the time they left office**  
*(Ofgem, Electricity and Gas Supply Market Indicators, 19 September 2012; ibid., 16 May 2012)*
- Built up a benefits system that cost every working family £3,000 a year**  
*(Expenditure on working-age benefits increased from £44.961 billion in 1997-98 to £48.204 billion in 2009-10 (at 2010-11 prices) (DWP, Benefit expenditure tables)*
- Allowed benefits to spiral out of control – with households able to get up to £104,000 per year in Housing Benefit**  
*(Hansard, 6 September 2010, Col. 80WA)*
- Quadrupled net immigration**  
*(ONS, Long-Term International Migration Tables, 1991-latest, 2008 first release, table 2.06; ONS, Provisional Long Term International Migration (LTIM) estimates June 2012)*
- Signed away £7 billion of our EU budget rebate for nothing in return**  
*(BBC News Online, 17 December 2005; Council of the EU, Financial Perspective 2007-2013, 19 December 2005)*
- Kept 9 out of 10 police officers off the front-line at any one time**  
*(Home Office, Policing in the 21st Century: Reconnecting police and the public, 2010)*
- Put targets before patients in our NHS**  
*(Francis Report, Independent Inquiry into care provided by Mid Staffordshire NHS Foundation Trust January 2005 – March 2009 Volume I)*

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