

## Autumn Budget 2018

### Rates and Allowances Tables



# Rates and Allowances

## Personal Tax

	2019/2020	2018/2019
Personal Allowance ( <i>Note 1</i> )	£12,500	£11,850
Personal Savings Allowance		
Basic rate taxpayers	£1,000	£1,000
Higher rate taxpayers	£500	£500
Marriage Allowance (10% Relief) ( <i>Note 2</i> )	£1,250	£1,185
<b>Married Couples Allowance (10% Relief)</b>		
Elder spouse born before 6 April 1935	£8,915	£8,695
Age allowance income limit (born before 6 April 1948)	£29,600	£28,900
Minimum allowance where income exceeds limit	£3,450	£3,360
Blind Person's Allowance	£2,450	£2,390

**Note 1:** Personal allowance will be removed at a rate of £1 of the allowance for every £2 over £100,000 until it is completely removed.

**Note 2:** Marriage Allowance is only available where one spouse does not pay tax and can transfer this allowance to their spouse who pays tax at the basic rate.

## Income Tax

	2019/2020	2018/2019
Starting savings rate (savings income only)	0%	0%
on taxable income up to	£5,000	£5,000
Basic Rate	20%	20%
On taxable income from starting rate limit up to	£37,500	£34,500
Higher Rate	40%	40%
on taxable income between	£37,501 - £150,000	£34,501 - £150,000
Additional Rate	45%	45%
on taxable income over	£150,000	£150,000

## Income Tax Reliefs and Incentives

	2019/2020 limit	Income Tax Relief	2018/2019 limit	Income Tax Relief
Enterprise Investment Scheme (EIS)*				
- standard	£1,000,000	30%	£1,000,000	30%
- additional for investments in knowledge-intensive companies only	£1,000,000	30%	£1,000,000	30%
Seed Enterprise Investment Scheme (SEIS)	£100,000	50%	£100,000	50%
Venture Capital Trust (VCT)	£200,000	30%	£200,000	30%
Individual Savings Account (ISA)*	£20,000		£20,000	
Junior ISA (per child)	£4,368		£4,260	

\*The ISA allowance can now be split between any combination of cash ISA, stocks and shares ISA, or finance ISA.

## Dividends

	2019/2020	2018/2019
Dividend Allowance	0%	0%
On taxable income up to	£2,000	£2,000
Basic Rate	7.5%	7.5%
On taxable income between	£2,001 - £37,500	£5,001 - £34,500
Higher rate	32.5%	32.5%
On taxable income between	£37,501 - £150,000	£34,501 - £150,000
Additional Rate	38.1%	38.1%
On taxable income over	£150,000	£150,000

## Corporation Tax

	FY19 to 31/03/2020	FY18 to 31/03/2019
Rate applicable to all companies	19%	19%
Annual investment allowance	£200,000	£200,000

## Stamp Duty Land Tax (SDLT)

The rates below apply to acquisitions of chargeable interests in land including leases:

Purchase of Residential Property	First Property Rate	Additional Property Rate
0 - £125,000	0%	3%
£125,001 - £250,000	2%	5%
£250,001 - £925,000	5%	8%
£925,001 - £1,500,000	10%	13%
Over £1,500,000	12%	15%
Purchase by first-time buyers		
0 - £300,000	0%	
£300,001 - £500,000	5%	
>£500,000	Normal rates apply	
Purchase of Non-Residential Property		
0 - £150,000	0%	
£150,001 - £250,000	2%	
Over £250,000	5%	

Lease of Non-Residential Property	Rate
- on the Net Present value of lease payments	
0 - £150,000	0%
£150,001 - £5,000,000	1%
Over £5,000,000	2%
- on lease premiums	
0 - £150,000	0%
£150,000 - £5,000,000	2%
Over £5,000,000	5%

Rates apply to the portion of consideration within each band.

## Stamp Duty

Transfer of Shares & Marketable Securities 0.5%

## VAT

	2019/2020	2018/2019
Lower Rate	5%	5%
Standard Rate	20%	20%
Registration threshold	£85,000	£85,000
Deregistration threshold	£83,000	£83,000

## Capital Gains Tax

	2019/2020	2018/2019
Annual Allowance	£12,000	£11,700
Standard Rate	10%	10%
Standard Rate (residential property)	18%	18%
Higher Rate	20%	20%
Higher Rate (residential property)	28%	28%
Entrepreneurs' Relief effective rate	10%	10%
Entrepreneurs' Relief lifetime limit of gains	£10,000,000	£10,000,000
Investors' Relief effective rate	10%	10%
Investors' Relief lifetime limit of gains	£10,000,000	£10,000,000

## Inheritance Tax

	2019/2020	2018/2019
Nil Rate Band	£325,000	£325,000
Additional Residence Nil Rate Band	£150,000	£125,000
Lifetime Rate	20%	20%
Death Rate	40%*	40%*

\*A lower rate of 36% will be charged where at least 10% of the estate has been left to a charity

## National Insurance Contributions

<b>Class 1: Employed Earners</b>	<b>2019/2020</b>
<b>Weekly Earnings Employee</b>	
Earnings up to £166	Nil
Earnings between £166 and £962	12%
Earnings over £962	2%
<b>Employer</b>	
Earnings up to £166	Nil
Earnings between £166 and £962 (under 21's)	Nil
Earnings between £166 and £962 (apprentices under 25)	Nil
Earnings over £166 (all other employees)	13.8%

The reduced rate payable by women married before 6 April 1977 will be 5.85% on earnings between £166 and £962 a week plus 2% on earnings above £962 a week.

<b>Class 2: Self Employed Persons</b>	<b>2019/2020</b>	<b>2018/2019</b>
Weekly contribution rate	£3.00	£2.95
Lower profits limit	£6,365	£6,205
<b>Class 3: Voluntary Contributions</b>		
Weekly contribution rate	£15.00	£14.65
<b>Class 4: Self Employed Persons</b>		
<b>Annual Profits</b>		
Profits up to £8,632	0%	-
Profits between £8,632 and £50,000	9%	-
Profits over £50,000	2%	-

## Pensions

	2019/2020	2018/2019
Annual Allowance	£40,000	£40,000
Lifetime Allowance	£1,055,000	£1,030,000
Money Purchase Annual Allowance	£4,000	£4,000

## Taxable Car and Fuel Benefits

The taxable car benefit for 2019 /2020 is calculated as a percentage of the car's list price based on carbon dioxide (CO<sup>2</sup>) emissions as follows:

	Petrol & Diesel (if RDE2 compliant)	Diesel (if not RDE2 compliant)
Cars emitting below 50g/km of CO <sup>2</sup>	16%	20%
Cars emitting 51-75g/km of CO <sup>2</sup>	19%	23%
Cars emitting 76g-94g/km of CO <sup>2</sup>	22%	26%
For each additional 5g/km of CO <sup>2</sup>	1%	1%
Maximum benefit where CO <sup>2</sup> at least 165g/km	37%	37%

Fuel benefit for cars is calculated by applying the relevant car CO<sup>2</sup> emissions percentage to £24,100. The private use of vans attracts a scale charge of £3,430 p.a.

Taxable fuel benefit for private use of a company van is £655 for 2019/2020.

The appropriate percentage for electric cars for the purposes of company car tax is 16%.

## Approved Milage Rates for Employee Use of Own Vehicles for Business Travel

Cars / Vans	
First 10,000 Business Miles p.a.	45p
Excess over 10,000 Miles	25p
Each Passenger Making Same Trip	5p
Motor Cycles	24p
Bicycles	20p

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