

TAX FACTS

2019/20

London

+44 (0)20 8922 9222

Cambridge

+44 (0)1763 209 113

www.bkl.co.uk

BKL

Income Tax

Rates and bands (other than savings and dividend income)

2019/20		2018/19	
Band £	Rate %	Band £	Rate %
0 - 37,500	20	0 - 34,500	20
37,501 - 150,000	40	34,501 - 150,000	40
Over 150,000	45	Over 150,000	45

Income tax rates in Scotland and Wales on income other than savings and dividend income have been devolved.

Savings income 2019/20 and 2018/19

Savings allowance basic rate	£1,000
Savings allowance higher rate	£500

A starting rate of 0% may be available unless taxable non-savings income exceeds £5,000.

Dividend income 2019/20 and 2018/19

Dividend allowance	£2,000
Dividend ordinary rate	7.5%
Dividend upper rate	32.5%
Dividend additional rate	38.1%

Reliefs 2019/20 2018/19

Personal allowance	£12,500	£11,850
Personal allowance income limit	£100,000	£100,000
Marriage allowance	£1,250	£1,190
Married couple's allowance	£8,915	£8,695
- minimum amount	£3,450	£3,360
- income limit	£29,600	£28,900
Blind person's allowance	£2,450	£2,390

Capital Gains Tax

Individuals	2019/20	2018/19
Exemption	£12,000	£11,700
Standard rate	10%	10%
Higher/additional rate	20%	20%
Trusts		
Exemption	£6,000	£5,850
Rate	20%	20%

Higher rates (18/28%) may apply to the disposal of certain residential property and carried interest.

Entrepreneurs' Relief and Investors' Relief *The first £10m of qualifying gains are charged at 10%. Gains in excess of the limit are charged at the rates detailed above.*

National Insurance

2019/20 Class 1 (employed) rates

Employee		Employer	
Earnings per week	%	Earnings per week	%
Up to £166	Nil	Up to £166	Nil
£166.01 - £962	12	Over £166	13.8
Over £962	2		

Entitlement to contribution-based benefits for employees retained for earnings between £118 and £166 per week. The employer rate is 0% for employees under 21 and apprentices under 25 on earnings up to £962 per week.

Class 1A (employers) 13.8% on employee taxable benefits. **Class 1B (employers)** 13.8% on PAYE Settlement Agreements. **Class 2 (self-employed)** flat rate per week £3.00 small profits threshold £6,365 per annum. **Class 3 (voluntary)** flat rate per week £15.00. **Class 4 (self-employed)** 9% on profits between £8,632 and £50,000 plus 2% on profits over £50,000.

Car, Van and Fuel Benefits

Company cars 2019/20		<i>For diesel cars generally add a 4% supplement (unless the car is registered on or after 1 September 2017 and meets the Euro 6d emissions standard) but the maximum is still 37%. For emissions over 94g/km if the CO₂ figure does not end in a 5 or 0 round down to the nearest 5 or 0.</i>
CO ₂ emissions g/km	Percentage of car's list price taxed	
0-50	16	
51-75	19	
76-94	22	
for every additional 5	additional 1%	
165 and above	37% (maximum)	

2019/20

Car fuel benefit	£24,100
Van benefit	£3,430
Van fuel benefit	£655

Cars and vans mileage allowance	Rate per mile
Up to 10,000 miles	45p
Over 10,000 miles	25p

Inheritance Tax

Death rate

Nil
40%

Lifetime rate

Nil
20%

Chargeable transfers 2019/20 and 2018/19

0 - £325,000 (nil rate band)
Over £325,000

A further nil rate band of £150,000 (£125,000 for 2018/19) may be available in relation to current or former residences.

Corporation Tax

	Rate %		Rate %
Year to 31.3.20	19	Year to 31.3.19	19

Different rates apply for ring-fenced (broadly oil industry) profit.

Capital Allowances

First Year allowance (FYA) on certain energy-efficient plant, machinery and cars up to 50g/km **100%**

Annual Investment Allowance (AIA) from 1 January 2019
£1,000,000 (£200,000)

Excludes cars and expenditure already qualifying for FYA

Writing Down Allowance

Expenditure not qualifying for AIA or FYA:

Long-life assets, integral features of buildings, cars over 110g/km **6% (8%)**
Rates reduced from April 2019

Other plant and machinery **18%**

Structures and Buildings Allowance **2%**

From 29 October 2018 straight-line basis

Value Added Tax

	From 1.4.19	From 1.4.18
Standard rate	20%	20%
Reduced rate	5%	5%
Annual Registration Limit	£85,000	£85,000
Annual Deregistration Limit	£83,000	£83,000

Disclaimer: Rates are for guidance only. No responsibility for loss occasioned by any person acting/refraining from action as a result of this information can be accepted by the authors or firm.

Selected Rates

	2019/20	2018/19
Weekly benefit	£	£
Basic State Pension	129.20	125.95
New State Pension	168.60	164.35
Statutory pay standard rates		
	- average weekly earnings £118 (£116) or over	
Sick Pay	94.25	92.05
Maternity/Adoption Pay	148.68	145.18
Shared Parental Pay	148.68	145.18
Paternity Pay	148.68	145.18

National Living Wage and National Minimum Wage

Age	NLW	21-24	18-20	16-17	Apprentices
From 1 April 2019	£8.21	£7.70	£6.15	£4.35	£3.90

*Applies to apprentices under 19, or 19 and over in the first year of apprenticeship.
NLW applies to those aged 25 and over.*

Stamp Duty Land Tax

Land and buildings in England and N. Ireland. Residential rates may be increased by 3% where further residential properties are acquired.

Residential (£)	Rate (%)	Non-residential (£)	Rate (%)
0 - 125,000	0	0 - 150,000	0
125,001 - 250,000	2	150,001 - 250,000	2
250,001 - 925,000	5	Over 250,000	5
925,001 - 1,500,000	10		
Over 1,500,000	12		

First-Time Buyer relief may apply to residential purchases up to £500,000.