

# Lymer & Oats: 2019/20

## Tables of tax rates and allowances

The current rates and allowances for income tax, corporation tax, capital gains tax, inheritance tax and other taxes are set out below.

### Income tax rates\*\*\*

	Non-savings	Savings	Dividends
£0 – £2,000	–*	0%*	0%**
£0 (or £2,000) – £37,500	20%	20%	7.5%**
£37,501 – £150,000	40%	40%	32.5%
Over £150,000	45%	45%	38.1%

\* 0% rate on savings only available up to £5,000 of savings income if non-savings income does not exceed this sum. In addition, a £1,000 personal savings allowance is available to basic rate taxpayers (£500 for higher rate taxpayers and nil for additional rate taxpayers).

\*\* Dividend allowance of £2,000 (£2,000 2018/19)

\*\*\* These rates apply in England, Wales and Northern Ireland only. Scottish IT rates: £1–£2,049=19%, £2,050–£12,444=20%, £12,445–£30,929=21%, £30,930–£150,000=41%, over £150,000=46%

### Personal income tax allowances

	2019/20 £	2018/19 £	Increase £
Income tax allowances:			
Personal allowance	12,500	11,850	650
Income limit: personal allowance	100,000	100,000	0
Transferrable tax allowance (married couples)	1,250	1,190	60
Income limit: transferable tax allowance	29,600	28,900	700
Dividend allowance	2,000	2,000	0
Personal savings allowance:			
Basic rate taxpayers	1,000	1,000	0
Higher rate taxpayers	500	500	0
Blind person's allowance	2,450	2,390	60

## Car and fuel benefits in kind

Car benefit charge: round down to find the correct percentage:

CO <sub>2</sub> g/km	Taxable %		CO <sub>2</sub> g/km	Taxable %		CO <sub>2</sub> g/km	Taxable %	
	Petrol	Diesel		Petrol	Diesel		Petrol	Diesel
0(EV)	16	20	115	27	31	150	34	37
51	19	23	120	28	32	155	35	37
76	22	26	125	29	33	160	36	37
95	23	27	130	30	34	165+	37	37
100	24	28	135	31	35			
105	25	29	140	32	36			
110	26	30	145	33	37			

Car fuel benefit charge	£24,100
Van benefit charge	£3,430
Zero emissions van benefit charge	£2,058
Van fuel benefit charge	£655

## Approved mileage rates

	Business Miles	Allowance rate per mile
Cars and vans	0 - 10,000	45p
	10,000+	25p
Motor cycles		24p
Bicycles		20p

Excess payments over these rates are taxable. Shortfalls can be claimed as tax relief by the employee. If the employee carries another employee in their own car or van on a business journey, and additional tax-free payment of 5p per mile applies.

## Income tax reliefs and incentives: annual limits

	2019/20 £	2018/19 £
Individual Savings Account (ISA)	20,000	20,000
Junior ISA	4,368	4,260
Lifetime ISA	4,000	4,000
Child Trust Fund	4,368	4,268
Enterprise investment scheme (EIS)	2,000,000	2,000,000
Seed Enterprise investment scheme (SEIS)	100,000	100,000
Venture capital trust (VCT)	200,000	200,000
Social investment tax relief (SITR)	1,000,000	1,000,000
Pension scheme allowances:		
Annual allowance	40,000	40,000
Lifetime allowance	1,055,000	1,030,000

## National Insurance Contributions

Item	2019/20	2018/19
Class 1:		
Lower Earnings Limit - LEL (per week)	£118	£116
Primary (employees) Threshold (per week)	£166	£162
Secondary (employers) Threshold (per week)	£166	£162
Upper Earnings Limit - UEL (per week - employees only)	£962	£892
Upper Secondary Threshold (per week - <21yr old)	£962	£892
(per week - <25yr old apprentices)	£962	£892
Employment allowance (per employer)	£3,000	£3,000
Employee's contributions (£166pw to £962pw +2% over £962pw)	12%	12%
Employer's Contribution Rates (all earnings over £166pw)	13.8%	13.8%
Class 1A and 1B	13.8%	13.8%
Class 2: Self employed Contribution (per week)	£3.00	£2.95
Small Profits Threshold (per annum)	£6,365	£6,205
Class 3: Contribution (per week) (voluntary)	£15.00	£14.65
Class 4: Contributions - Upper Profits Limit	£50,000	£46,350
Contributions - Lower Profits Limit	£8,632	£8,424
Contribution Rate (£8,632pa - £50,000pa then 2% over £50,000pa)	9.0%	9.0%

## Apprenticeship Levy

	2019/20	2018/19
Apprenticeship Levy Allowance (per employer)	£15,000	£15,000
Apprenticeship Levy rate (gross employee earnings)	0.5%	0.5%

## Capital taxes: Individuals

	2019/20	2018/19	Increase
	£	£	£/%
Capital gains tax annual exempt amount			
Individuals, etc.	12,000	11,700	300
Capital gains tax standard basic rate	10%*	10%*	0
Capital gains tax standard higher rate	20%*	20%*	0
Entrepreneurs' Relief limit	10 million	10 million	0
Entrepreneurs' Relief rate	10%	10%	0
Investors' Relief limit	10 million	10 million	0
Investors' Relief rate	10%	10%	0
Inheritance tax threshold (each if couple/partner)	325,000	325,000	0
Residence nil rate band limit	150,000	125,000	25,000
Inheritance tax rate	40%	40%	0
Lower rate (10%+ of estate left to charity)	36%	36%	0

\* An 8% surcharge applies in respect of residential properties and carried interest.

## Capital allowances

	2019/20	2018/19
Plant and machinery: Main rate	18%	18%
Special rate	6%	8%
Annual investment allowance*	£1,000,000	£200,000
First year allowances	100%	100%
Structures and Buildings Allowance	-	2%**

\* effective date for increase 1.1.19 \*\* applies from 29 October 2018.

## Corporation tax, allowances and reliefs

	2019/20	2018/19
Corporation Tax rate	19%	19%
R&D tax credits SME scheme	230%	230%
R&D SME repayable credit	14.5%	14.5%
R&D Expenditure credit	12%	12%
Patent box	10%	10%
Film, High end TV and videogame tax relief	25%	25%
Diverted Profits Tax	25%	25%
Bank levy: 1.1.19 - 31.12.19 - equity and LT liabs	0.075%	
ST liabs	0.15%	
Bank Surcharge	8%	8%

# Corporation tax on chargeable gains: indexation allowance

Retail prices index (January 1987 = 100.0)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
1982	-	-	79.44	81.04	81.62	81.85	81.90	81.90	81.85	82.26	82.66	82.51
1983	82.61	82.97	83.12	84.28	84.64	84.84	85.30	85.68	86.06	86.36	86.67	86.89
1984	86.84	87.20	87.48	88.64	88.97	89.20	89.10	89.94	90.11	90.67	90.95	90.87
1985	91.20	91.94	92.80	94.78	95.21	95.41	95.23	95.49	95.44	95.59	95.92	96.05
1986	96.25	96.60	96.73	97.67	97.85	97.79	97.52	97.82	98.30	98.45	99.29	99.62
1987	100.0	100.4	100.6	101.8	101.9	101.9	101.8	102.1	102.4	102.9	103.4	103.3
1988	103.3	103.7	104.1	105.8	106.2	106.6	106.7	107.9	108.4	109.5	110.0	110.3
1989	111.0	111.8	112.3	114.3	115.0	115.4	115.5	115.8	116.6	117.5	118.5	118.8
1990	119.5	120.2	121.4	125.1	126.2	126.7	126.8	128.1	129.3	130.3	130.0	129.9
1991	130.2	130.9	131.4	133.1	133.5	134.1	133.8	134.1	134.6	135.1	135.6	135.7
1992	135.6	136.3	136.7	138.8	139.3	139.3	138.8	138.9	139.4	139.9	139.7	139.2
1993	137.9	138.8	139.3	140.6	141.1	141.0	140.7	141.3	141.9	141.8	141.6	141.9
1994	141.3	142.1	142.5	144.2	144.7	144.7	144.0	144.7	145.0	145.2	145.3	146.0
1995	146.0	146.9	147.5	149.0	149.6	149.8	149.1	149.9	150.6	149.8	149.8	150.7
1996	150.2	150.9	151.5	152.6	152.9	153.0	152.4	153.1	153.8	153.8	153.9	154.4
1997	154.4	155.0	155.4	156.3	156.9	157.5	157.5	158.5	159.3	159.5	159.6	160.0
1998	159.5	160.3	160.8	<b>162.6</b>	163.5	163.4	163.0	163.7	164.4	164.5	164.4	164.4
1999	163.4	163.7	164.1	165.2	165.5	165.6	165.1	165.5	166.2	166.5	166.7	167.3
2000	166.6	167.5	168.4	170.1	170.7	171.1	170.5	170.5	171.7	171.6	172.1	172.2
2001	171.1	172.0	172.2	173.1	174.2	174.4	173.3	174.0	174.6	174.3	173.6	173.4
2002	173.3	173.8	174.5	175.7	176.2	176.2	175.9	176.4	177.6	177.9	178.2	178.5
2003	178.4	179.3	179.9	181.2	181.5	181.3	181.3	181.6	182.5	182.6	182.7	183.5
2004	183.1	183.8	184.6	185.7	186.5	186.8	186.8	187.4	188.1	188.6	189.0	189.9
2005	188.9	189.6	190.5	191.6	192.0	192.2	192.2	192.6	193.1	193.3	193.6	194.1
2006	193.4	194.2	195.0	196.5	197.7	198.5	198.5	199.2	200.1	200.4	201.1	202.7
2007	201.6	203.1	204.4	205.4	206.2	207.3	206.1	207.3	208.0	208.9	209.7	210.9
2008	209.8	211.4	212.1	214.0	215.1	216.8	216.5	217.2	218.4	217.7	216.0	212.9
2009	210.1	211.4	211.3	211.5	212.8	213.4	213.4	214.4	215.3	216.0	216.6	218.0
2010	217.9	219.2	220.7	222.8	223.6	224.1	223.6	224.5	225.3	225.8	226.8	228.4
2011	229.0	231.3	232.5	234.4	235.2	235.2	234.7	236.1	237.9	238.0	238.5	239.4
2012	238.0	239.9	240.8	242.5	242.4	241.8	242.1	243.0	244.2	245.6	245.6	246.8
2013	245.8	247.6	248.7	249.5	250.0	249.7	249.7	251.0	251.9	251.9	252.1	253.4
2014	252.6	254.2	254.8	255.7	255.9	256.3	256.0	257.0	257.6	257.7	257.1	257.5
2015	255.4	256.7	257.1	258.0	258.5	258.9	258.6	259.8	259.6	259.5	259.8	260.6
2016	258.8	260.0	261.1	261.4	262.1	263.1	263.4	264.4	264.9	264.8	265.5	267.1
2017	265.5	268.4	269.3	270.6	271.7	272.3	272.9	274.7	275.1	275.3	275.8	278.1

Note - no further indexation allowance will apply for disposals after 1 Jan 2018 - the Dec 2017 rate should be used for all subsequent sales.

## VAT

	after 1 April 2019	after 1 April 2018
Standard Rate	20%	20%
Reduced Rate	5%	5%
Annual Registration Limit	£85,000	£85,000
De-registration Limit	£83,000	£83,000
VAT Fraction - standard rate	1/6	1/6
Maximum turnover to join:		
Cash Accounting Scheme	£1,350,000	£1,350,000
Annual Accounting Scheme	£1,350,000	£1,350,000
Flat Rate Scheme (ex VAT)	£150,000	£150,000

## Stamp Duty Land Tax

Value of property (£)	Stamp duty rate (%)
<i>Residential property</i> **	<i>not buy to let</i>
0 – 125,000	0*
125,001 – 250,000	2*
250,001 – 925,000	5*
925,001 – 1.5m	10*
remainder (over £1.5m)	12*

\* 3% supplement on additional dwelling purchased over £40,000.

\*\* From 22.11.17 full SDLT relief for 1<sup>st</sup> property purchased up to £300,000 and then 5% up to £500,000. No relief available >£500,000.

Value of property (£)	Stamp duty rate (%)
<i>Non-residential property</i>	
up to 150,000	0
150,001 – 250,000	2
over 250,000	5

## Annual Tax on Enveloped Dwellings

Value of property (£)	ATED charge (£)
500,000 – 1,000,000	3,650
1,000,001 – 2,000,000	7,400
2,000,001 – 5,000,000	24,800
5,000,001 – 10,000,000	57,900
10,000,001 – 20,000,000	116,110
20,000,000	232,350

## Scottish Land and Buildings Transactions Tax

Value of property (£)	LBTT rate % (>25 Jan 19)
<i>Residential property</i> **	
0 – 145,000*	0*
145,001 – 250,000	2*
250,001 – 325,000	5*
325,000 – 750,000	10*
Over 750,000	12*
<i>Non-residential property (on or after 25 Jan 19)</i>	
0 – 150,000	0
150,001 – 250,000	1
over 250,000	5

\* 4% supplement on additional dwelling purchased over £40,000.

\*\* LBTT relief for 1<sup>st</sup> time purchasers up to £175,000.

## Welsh Land Transaction Tax

Value of property (£)	LTT rate %
<i>Residential property</i> **	
0 – 180,000*	0*
180,001 – 250,000	3.5*
250,001 – 400,000	5*
400,000 – 750,000	7.5*
750,000 – 1,500,000	10*
Over 1,500,000	12*
<i>Non-residential property</i>	
0 – 150,000	0
150,001 – 250,000	1
250,001 – 1,000,000	5
over 1,000,000	6

\* 3% supplement on additional dwelling purchased over £40,000.

\*\* LBTT relief for 1<sup>st</sup> time purchasers up to £175,000.

## Environmental taxes

	2019/20 (2018/19)
Landfill tax:	
Standard rate (per tonne)	£91.35 (£88.95)
Lower rate (inactive waste per tonne)	£2.90 (£2.80)
Aggregates levy (per tonne)	£2.00 (£2.00)
Climate Change Levy:	
Electricity	0.847p/kwh
Natural Gas	0.339p/kwh
LPG	2.175p/kg

## Insurance Premium Tax:

Standard Rate	12%
Higher Rate (travel, appliances, some vehicles)	20%

## HMRC interest rates

	Late Payment (%)	Repayment (%)
All taxes (since 21/08/18)	3.25	0.5
All taxes (since 21/11/17)	3.00	0.5
Average Official rate for 2019/20		2.5%

(These rates change occasionally – see the HMRC website for details)



## Tax credits:

### Working tax credit

	£ per year
Basic element	1,960.00
Couple and lone parent element	2,010.00
30 hour element	810.00
Disability element	3,165.00
Severe disability element	1,365.00
Childcare element:	£ per week
Maximum eligible cost for 2 or more children	300.00
Maximum eligible cost for 1 child	175.00
Max. percent of eligible costs covered	70%

### Child tax credit

	£ per year
Family element	545.00
Child element (each child)	2,780.00
Disabled child element	3,355.00
Severe disabled child element	1,360.00

### Tapering

	£
Income thresholds & withdrawal rates	
First income threshold	6,420.00
First withdrawal rate	41%
First threshold for child tax credit entitlement only (where no WTC claimed)	16,105.00
Income rise disregard	2,500.00
Income fall disregard	2,500.00

### Pension credit

	£
Standard Minimum income guarantee credit: (per week)	
Single	167.25
Couple	255.25
Capital:	
Amount disregard	10,000.00
Amount disregard – care homes	10,000.00
Deemed income:	
£1 per week for every £500 (or part thereof) in excess of these amounts	

## Personal benefit rates

	2019/20	2018/19
	£	£
Old State Pension (per week):		
- Single Person (based on own NIC)	129.20	125.95
- Single Person (based on spouse's NIC)	77.45	75.50
- Non-contributory (over 80 pension)	77.45	75.50
New State Pension	168.60	164.35
Child Benefit (per week):		
- First Eligible Child	20.70	20.70
- Each Extra Child	13.70	13.70
- Guardian allowance	17.60	17.20
Statutory Sick Pay (per week):		
- normally receive £116 per week or more	94.25	92.05
Statutory Maternity Pay (per week):		
Average Weekly Earnings of £116 or over		
- Higher Weekly Rate (first 6 weeks)	90% of weekly earnings	
- Standard Rate (remaining 33 weeks)	148.68	145.18
Statutory Paternity/Adoption Pay (per week)	148.68	145.18
Job Seekers Allowance (income based – per week):		
- Single Person (over 25)	73.10	73.10
- Married Couple (both over 18)	114.85	114.85
National Living/Minimum Wage (per hour):		
- ages 25 and over (from Apr 18)	£8.21	£7.83
- ages 21 to 24 (from Apr 18)	£7.70	£7.38
- ages 18 to 20 (Development rate – from Apr 18)	£6.15	£5.90
- ages <18 (Young worker rate – from Apr 18)	£4.35	£4.20
- Apprentice rate (under 19 or in first year)	£3.90	£3.70
Employment & Support Allowance (per week):		
- Single under 25 (first 13 weeks)	57.90	57.90
- Single 25 and over (first 13 weeks)	73.10	73.10
Universal Credit (per month):		
- Single under 25	251.77	251.77
- Single 25 and over	317.82	317.82
- Couple one at least over 25	498.89	498.89
- Child element:		
- First child	277.08	277.08
- Second/subsequent child	231.67	231.67
Benefit Cap (per annum) (inside Greater London totals in brackets)		
- Single (no children)	13,400.00 (15,410.00)	
- Single parent (children living with them)	20,000.00 (23,000.00)	
- Couple (with or without children)	20,000.00 (23,000.00)	

These rates are selected from a complex list of benefits available based on personal circumstances and therefore are provided in basic outline only. For a full list of benefits see the [www.gov.uk](http://www.gov.uk) website.

## Duty rates

	Duty	Typical Item
<b>Cigarettes</b>	16.5% of retail price + £228.29 per thousand	packet of 20
<b>Cigars</b>	£284.76/kg	packet of 5
<b>Hand rolling tobacco</b>	£234.65/kg	30g
<b>Beer</b>	19.08p/litre	pint
	8.42p for low strength or an extra 5.69p for high strength apply	
<b>Wine</b>		
>22% abv	£28.74/litre pure alcohol	
15%–22%abv	£3.9672/litre 75cl bottle	
5.5%–15%abv	£2.9757/litre	
4%–5.5%abv	£1.2608/litre	
1.2%–4%abv	91.68p/litre	
<b>Sparkling wine</b>		
5.5%–8.5%abv	£2.8810/litre	75cl bottle
8.5%–15%abv	£3.8115/litre	
<b>Cider/Perry</b>		
Still		
1.2%–6.9%abv	40.38p/litre	75cl bottle
6.9%–7.5%abv	50.71p/litre	
7.5%–8.5%abv	61.04p/litre	
Sparkling		
1.2%–5.5%abv	40.38p/litre	75cl bottle
5.5%–8.5%abv	£2.8810/litre	
<b>Spirits</b>	£28.74/litre of pure alcohol	70cl bottle
<b>Fuel Duties :</b>		
Unleaded/Heavy oil (Diesel)/Bio-diesel & bioethanol	57.95p/litre	
Bio-diesel for non-road use	11.14p/litre	
LPG	31.61p/kg	
Other Natural gas (road fuel)	24.7p/kg	
Fuel Oil	10.7p/litre	
Aviation gasoline	37.7p/litre	