

Tax Rate Card

2018/19



Income Tax Rates*

	2018/19	2017/18
Savings rate, 0% on first ⁺	£5,000	£5,000
Basic rate, 20%* on first	£34,500	£33,500
Higher rate, 40%* on income over	£34,500	£33,500
Additional rate, 45%* on income over	£150,000	£150,000
Dividends for basic-rate taxpayers	7.5%	7.5%
Dividends for higher-rate taxpayers	32.5%	32.5%
Dividends for additional-rate taxpayers	38.1%	38.1%
Most trusts	45%	45%
Dividends for most trusts	38.1%	38.1%

⁺ Falling within the basic rate band, restricted to savings income and reduced by £1 for every £1 of non-savings income that exceeds £11,850 (£11,500 for 2017/18)

* For 2018/19 the tax rates for Scottish Taxpayers will differ from the rest of the UK. An additional 1% will be added to the higher and additional rates and starter/intermediate rate bands will be included within the basic rate band with rates at 19% and 21% respectively.

Main Income Tax Reliefs

	2018/19	2017/18
Personal allowance (basic) [!]	£11,850	£11,500
Personal Savings allowance [#]	£1,000	£1,000
Dividend allowance	£2,000	£5,000
Married couple's allowance (Born before 6 April 1935)*	£8,695	£8,455
Transferable married couples allowance	£1,190	£1,150
Income limit for married couples allowances	£28,900	£28,000
Blind person's allowance	£2,390	£2,320
Rent-a-room tax-free income	£7,500	£7,500
Enterprise Investment Scheme** at 30%	£1,000,000	£1,000,000
Seed Enterprise Investment Scheme at 50%	£100,000	£100,000
Venture Capital Trust at 30%	£200,000	£200,000

[!] Allowance is reduced by £1 for every £2 of assessable income in excess of £100,000 until it is completely removed for assessable income over £123,700 (£123,000 for 2017/18)

[#] £500 for higher rate taxpayers and zero for additional rate taxpayers

* Allowance where relief is restricted to 10%

**Allowance increased to £2m if the excess over £1m is invested in knowledge-intensive companies

Car Benefit Assessment 2018/19

Charge based on a percentage of the initial list price of the car; the percentage depends on the carbon dioxide emission rating of the car, if it has one. For older cars without a rating, the percentage depends on engine capacity.

For 2018/19 the percentage for a petrol engine is 20% for CO₂ emissions of 95g/km. The percentage increases by 1% for every complete 5g/km in excess of this, to a maximum of 37%. Diesel cars have 4% added to this figure, but still have a maximum percentage of 37%. For cars with a CO₂ emission of less than 50g/km the percentage is 13%, between 51g/km and 75g/km the percentage is 16% and between 76g/km and 94g/km the percentage is 19%.

Car Fuel 2018/19

The tax charge for fuel provided for private use is calculated by applying the relevant car benefit percentage to a scale charge. For 2018/19 the charge is £23,400.

Employee Benefits

2018/19

2017/18

Savings-related share options per month	£500	£500
Approved Share Option Plans	£30,000	£30,000
All Employee Share Schemes - Free share plan	£3,600	£3,600
- Partnership share plan	£1,800	£1,800
EMI Share Option Schemes	£250,000	£250,000
Cheap loan benefit tax-free if loan is up to	£10,000	£10,000
Ex-gratia termination payment exemption	£30,000	£30,000
Relocation expenses	£8,000	£8,000

Capital Gains Tax

2018/19

2017/18

Individuals	basic-rate taxpayers*	10%	10%
	higher/additional-rate taxpayers*	20%	20%
Most trusts*		20%	20%
Qualifying Entrepreneurs' Relief Gains and Qualifying Investors' Relief Gains		10%	10%

Annual Exemptions:

2018/19

2017/18

Individuals, personal representatives, etc	£11,700	£11,300
Trusts generally	£5,850	£5,650

Non-UK residents are subject to Capital Gains Tax on the sale of UK residential property from 6 April 2015 to the extent the gain has accrued after that date*

* An 8% surcharge will be applied on the disposal of carried interest and residential property (that does not qualify for Principal Private Residence Relief)

Pensions

2018/19

2017/18

Annual Allowance*	£40,000	£40,000
Money Purchase Annual Allowance	£4,000	£4,000
Lifetime Allowance	£1,030,000	£1,000,000

* From 6 April 2016 the allowance is reduced to a minimum of £10,000 by £1 for every £2 of assessable income in excess of £150,000

Basic State Pension

2018/19

2017/18

Single person per year	£6,549.40	£6,359.60
Dependant's additional per year	£3,926.00	£3,811.60
Married couple total per year	£10,475.40	£10,171.20
New State Pension	£8,546.20	£8,296.60

Individual Savings Accounts (ISA)

	2018/19	2017/18
Subscription limit	£20,000	£20,000
Junior ISA	£4,260	£4,128
Child Trust Fund	£4,260	£4,128

National Insurance Contributions

Employees Class 1 Contributions	2018/19	2017/18
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– Employees with earnings at or above the lower earnings limit

Standard rate	12%* on weekly earnings between £162.01 and £892	12% on weekly earnings between £157.01 and £866
Additional 2% on all earnings	over £892 per week	over £866 per week

* A reduced rate of 5.85% applies to married women and widows

Employers Class 1 Contributions	2018/19	2017/18
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Standard rate	13.8% on weekly earnings above £162.01	13.8% on weekly earnings above £157.01
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Self-Employed	2018/19	2017/18
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Class 2 – self-employed rate (per week)	£2.95	£2.85
Small earnings exemption (per annum)	£6,025	£6,025
Class 3 – voluntary rate (per week)	£14.65	£14.25
Class 4 – self-employed rate	9%	9%
Lower limit of profits (per annum)	£8,424	£8,164
Upper limit of profits (per annum)	£46,350	£45,000
Additional 2% on all earnings (per annum)	over £46,350	over £45,000

Non-UK Domiciled Individuals - Remittance Basis Charge

	2018/19	2017/18
Unremitted income and gains less than £2,000	NIL	NIL
Resident in at least 7 of the previous 9 years	£30,000	£30,000
Resident in at least 12 of the previous 14 years	£60,000	£60,000
Resident in at least 15 of the previous 20 years	Remittance basis not available	Remittance basis not available

Inheritance Tax

	2018/19	2017/18
Free of tax up to	£325,000	£325,000
Additional Residence Nil Rate Band ⁺	£125,000	£100,000
Tax on excess	40%	40%
Reduced rate*	36%	36%
Transfers to most trusts	20%	20%
Overseas domiciled spouse exemption	£325,000	£325,000

	2018/19	2017/18
Business Property and Agricultural Reliefs		
A business or interest in a business	100%	100%
Transfers of unquoted shareholdings	100%	100%
Transfers of a controlling shareholding in fully quoted companies, land, buildings, machinery or plant used in business of company or partnership	50%	50%
Agricultural property [†]	100%	100%

Reduced tax charge on gifts within seven years of death

Years before death	0 – 3	3 – 4	4 – 5	5 – 6	6 – 7
% of death charge	100%	80%	60%	40%	20%

Annual exempt gifts: £3,000 per donor, £250 per donee

Further gifts may be received free of tax at time of marriage, or when made from surplus income

+ Available if strict criteria are met

* For estates leaving 10% or more to charity

† A 50% rate applies for tenanted land on a lease signed before 1 September 1995

Corporation Tax

	2018/19	2017/18
Main rate	19%	19%
R&D Tax Relief	SME companies	230%
R&D Expenditure	SME companies	14.5%
Credit	Large companies	12%
		11%

Main Capital Allowances

	2018/19	2017/18
Writing down allowances (reducing balance)		
Special rate pool (long life assets, integral features of a building, motor cars with CO ₂ emissions >110g/km)	8% pa	8% pa
Main rate pool (other plant and machinery, motor cars, Patent Rights and Know-How)	18% pa	18% pa
Annual Investment Allowance	£200,000	£200,000
Motor cars with low CO ₂ emissions, capital research and development expenditure, energy saving and environmentally beneficial plant and machinery	No limit	No limit

Value Added Tax

	2018/19	2017/18
Standard rate	20%	20%
Domestic fuel and power	5%	5%
Registration level	£85,000	£85,000
De-registration limit	£83,000	£83,000
Cash-accounting scheme turnover limit	£1,350,000	£1,350,000
Optional flat rate scheme turnover limit	£150,000	£150,000
Car fuel: variable outputs based on car fuel benefit charge		

Stamp Duty Land Tax

On land transactions transferring non-residential and mixed use property in England and Northern Ireland[†]:

- On the first £150,000 of chargeable consideration
- On the next £100,000
- On the remaining consideration (i.e above £250,000)

NIL
2%
5%

On land transactions transferring residential property in England and Northern Ireland[†]:

- On the first £125,000 of chargeable consideration
- On the next £125,000
- On the next £675,000
- On the next £575,000
- On the remaining consideration (i.e above £1.5million)

	Standard Rate**	With Surcharge [†]
On the first £125,000 of chargeable consideration	NIL*	3%
On the next £125,000	2%*	5%
On the next £675,000	5%*	8%
On the next £575,000	10%*	13%
On the remaining consideration (i.e above £1.5million)	12%*	15%

* Charged at 15% on residential properties where total consideration is more than £500,000 if the property is acquired by certain "non-natural persons" e.g companies, and relevant reliefs do not apply

** For first time buyers purchasing a property where total consideration is £500,000 or less no charge will apply on the first £300,000 and 5% is charged on the next £200,000 of consideration

+ A separate Land and Buildings Transaction Tax applies to land transactions in Scotland instead of SDLT. From 1 April 2018, a separate Land Transaction Tax applies to land transactions in Wales instead of SDLT.

[†] A surcharge of 3% applies in certain circumstances where two or more residential dwellings are owned following the transaction

Annual Tax on Enveloped Dwellings

2018/19

2017/18

On properties held by "non natural persons"

(e.g companies) where the value is:

£500,000 to £1million	£3,600	£3,500
£1million to £2million	£7,250	£7,050
£2million to £5million	£24,250	£23,550
£5million to £10million	£56,550	£54,950
£10million to £20million	£113,400	£110,100
£20million and over	£226,950	£220,350

Main Dates for Tax Payments

Income Tax and Capital Gains Tax – Self Assessment

- 31 Jan in tax year
 - Following 31 July
 - Following 31 Jan
- } – Normally 50% of previous year's Income Tax, less tax deducted at source
- Balance of Income Tax and all CGT

Inheritance Tax

- Death: normally six months after month of death
- Lifetime transfer 6 April – 30 Sept: 30 April in following year
- Lifetime transfer 1 Oct – 5 April: six months after month of transfer

Corporation Tax

- Small companies: (taxable profits less than £1,500,000) tax due nine months and one day after end of accounting period.
- Large companies: (taxable profits over £1,500,000) tax due in quarterly instalments from six months and 13 days after start of accounting period.

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