



**SHEEN STICKLAND**

CHARTERED ACCOUNTANTS Est. 1944

# Tax Tables 2020/21

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<b>INCOME TAX</b>	<b>20/21</b>	<b>19/20</b>
<b>UK taxpayers excluding Scottish taxpayers' non-dividend, non-savings income</b>		
20% basic rate on first slice of taxable income up to	£37,500	£37,500
40% higher rate on next slice of taxable income over	£37,500	£37,500
45% additional rate tax on taxable income over	£150,000	£150,000
<b>All UK taxpayers</b>		
Starting rate at 0% on band of savings income up to*	£5,000	£5,000
Personal savings allowance at 0%:		
Basic rate	£1,000	£1,000
Higher rate	£500	£500
Additional rate	£0	£0
Dividend allowance at 0% – all individuals	£2,000	£2,000
Tax rates on dividend income:		
Basic rate	7.5%	7.5%
Higher rate	32.5%	32.5%
Additional rate	38.1%	38.1%
Trusts: Standard rate band generally	£1,000	£1,000
Rate applicable to trusts:		
Dividends	38.1%	38.1%
Other income	45%	45%
<i>*Not available if taxable non-savings income exceeds the starting rate band</i>		
<b>Scottish taxpayers – non-dividend, non-savings income</b>		
19% starter rate on taxable income up to	£2,085	£2,049
20% basic rate on next slice up to	£12,658	£12,444
21% intermediate rate on next slice up to	£30,930	£30,930
41% higher rate on next slice up to	£150,000	£150,000
46% top rate on income over	£150,000	£150,000
<b>High Income Child Benefit Charge</b>		
1% of benefit per £100 of adjusted net income between £50,000 – £60,000		
<b>Main personal allowances and reliefs</b>		
	<b>20/21</b>	<b>19/20</b>
Personal allowance**	£12,500	£12,500
Marriage/civil partner's transferable allowance	£1,250	£1,250
Married couple's/civil partner's allowance at 10%† – max	£9,075	£8,915
(if at least one born before 6/4/35)		
– min	£3,510	£3,450
Blind person's allowance	£2,500	£2,450
Rent-a-room relief	£7,500	£7,500
Property allowance	£1,000	£1,000
Trading allowance	£1,000	£1,000
<i>**Personal allowance reduced by £1 for every £2 of adjusted net income over £100,000</i>		
<i>†Married couple's/civil partner's allowance reduced by £1 for every £2 of adjusted net income over £30,200 (£29,600 for 19/20), until minimum reached</i>		
<b>Non-domicile remittance basis charge after UK residence in at least:</b>		
7 of the last 9 tax years	£30,000	£30,000
12 of the last 14 tax years	£60,000	£60,000

<b>STATE PENSIONS</b>	<b>Annual</b>	<b>Weekly</b>
New state pension – state pension age reached after 5/4/16	£9,110.40	£175.20
Basic state pension – single person*	£6,981.00	£134.25
Basic state pension – spouse/civil partner*	£4,183.40	£80.45

\*State pension age reached before 6/4/16

<b>REGISTERED PENSIONS</b>	<b>20/21</b>	<b>19/20</b>
Lifetime allowance	£1,073,100	£1,055,000
Money purchase annual allowance	£4,000	£4,000
Annual allowance*	£40,000	£40,000
Annual allowance charge on excess is at	applicable tax rate(s) on earnings	
Lifetime allowance charge if excess is drawn	as cash 55%; as income 25%	
Max. pension commencement lump sum	25% of pension benefit value	
<i>*Reduced by £1 for every £2 of adjusted income over £240,000 (£150,000 for 19/20) to a minimum of £4,000 (£10,000 for 19/20), subject to threshold income being over £200,000 (£110,000 for 19/20)</i>		

<b>TAX INCENTIVISED INVESTMENT</b>	<b>20/21</b>	<b>19/20</b>
<b>Total Individual Savings Account (ISA)</b>		
<b>limit excluding Junior ISAs (JISAs)</b>	£20,000	£20,000
Lifetime ISA	£4,000	£4,000
JISA and Child Trust Fund	£9,000	£4,368
<b>Venture Capital Trust (VCT) at 30%</b>	£200,000	£200,000
<b>Enterprise Investment Scheme (EIS) at 30%*</b>	£2,000,000	£2,000,000
EIS eligible for CGT deferral relief	No limit	No limit
<b>Seed Enterprise Investment Scheme (SEIS) at 50%</b>	£100,000	£100,000
SEIS CGT reinvestment relief	50%	50%
<i>*Above £1,000,000 investment must be in knowledge-intensive companies</i>		

<b>CAPITAL GAINS TAX</b>	<b>20/21</b>	<b>19/20</b>
<b>Tax Rates – Individuals</b>		
Below UK higher rate income tax band	10%	10%
Within UK higher and additional rate income tax bands	20%	20%
<b>Tax Rate – Trusts and Estates</b>	20%	20%
<b>Surcharge</b> for residential property and carried interest	8%	8%
<b>Exemptions</b>		
Annual exempt amount: Individuals, estates, etc	£12,300	£12,000
Trusts generally	£6,150	£6,000
<b>Chattels</b> gain limited to 5/3rds of proceeds exceeding	£6,000	£6,000
<b>Entrepreneurs' Relief</b>		
10% on lifetime limit of £1,000,000 (£10,000,000 before 11 March 2020)		
For trading businesses and companies (minimum 5% participation) held for at least 2 years		

<b>CORPORATION TAX</b>	<b>Profits</b>	<b>Diverted profits</b>	<b>Loans to participants</b>
Years to 31/3/21 and 31/3/20	19%	25%	32.5%

## **NATIONAL INSURANCE CONTRIBUTIONS**

<b>Class 1</b>	<b>Employee</b>	<b>Employer</b>
NICs rate	12%	13.8%
No NICs for employees generally on the first	£183 pw	£169 pw
No NICs for younger employees* on the first	£183 pw	£962 pw
NICs rate charged up to	£962 pw	No limit
2% NICs on earnings over	£962 pw	N/A

\*Employees generally under 21 years and apprentices under 25 years

**Employment Allowance** £4,000

Per business – not available if sole employee is a director or employer's NICs for 19/20 £100,000 or more

**Class 1A Employer** On car and fuel benefits and most other taxable benefits provided to employees/directors 13.8%

**Class 2 Self-employed** Flat rate per week £3.05 (£158.60 pa)

**Small profits threshold** No compulsory NICs if profits less than £6,475 pa

**Class 4 Self-employed** On annual profits of £9,500 to £50,000: 9%  
Over £50,000: 2%  
£15.30 (£795.60 pa)

**Class 3** Voluntary flat rate per week

## **CAR BENEFITS**

Taxable amount depends on original list price and CO<sub>2</sub> emissions in g/km.

**Zero emission cars** no charge

**Petrol and diesel hybrids** with CO<sub>2</sub> emissions 1–50g/km

<b>Range – electric-only miles</b>	<b>&lt;30</b>	<b>30–39</b>	<b>40–69</b>	<b>70–129</b>	<b>130+</b>
Registered pre-6/4/20 (NEDC)	14%	12%	8%	5%	2%
Registered post-5/4/20 (WLTP)	12%	10%	6%	3%	0%

<b>All non-diesel cars over 50g/km CO<sub>2</sub></b>	<b>51–54</b>	<b>55 &amp; over</b>
Registered pre-6/4/20 (NEDC)	15%	16%*–37%
Registered post-5/4/20 (WLTP)	13%	14%*–37%

\*Increased for every extra 5g/km by 1% up to the maximum 37%

**Diesels** not meeting RDE2 standards: add 4%, up to the maximum of 37%

<b>Fuel Benefit – taxable amount for private use</b>	<b>20/21</b>	<b>19/20</b>
CO <sub>2</sub> % charge used for car benefit multiplied by	£24,500	£24,100

<b>VANS – FOR PRIVATE USE</b>	<b>20/21</b>	<b>19/20</b>
Zero emission: chargeable amount	£2,792	£2,058
Other vans: chargeable amount	£3,490	£3,430
Fuel: chargeable amount	£666	£655

## STAMP DUTIES AND PROPERTY TRANSACTION TAXES

**Stamp Duty and SDRT:** Stocks and marketable securities 0.5%

### Additional residential and all corporate residential properties

£40,000 or more – add 3% to SDLT or LTT rate(s) and 4% on LBTT rate(s)

### England & N Ireland – Stamp Duty Land Tax (SDLT) on slices of value

Residential property	%	Commercial property	%
Up to £125,000	0	Up to £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 buyers:** 0% on first £300,000 for properties up to £500,000

**Residential property** bought by companies etc. over £500,000: 15% of value

### Scotland – Land and Buildings Transaction Tax (LBTT) on slices of value

Residential property	%	Commercial property	%
Up to £145,000	0	Up to £150,000	0
£145,001–£250,000	2	£150,001–£250,000	1
£250,001–£325,000	5	Over £250,000	5
£325,001–£750,000	10		
Over £750,000	12		

**First time buyers:** 0% on first £175,000

### Wales – Land Transaction Tax (LTT) on slices of value

Residential property	%	Commercial property	%
Up to £180,000	0	Up to £150,000	0
£180,001–£250,000	3.5	£150,001–£250,000	1
£250,001–£400,000	5	£250,000–£1,000,000	5
£400,001–£750,000	7.5	Over £1,000,000	6
£750,001–£1,500,000	10		
Over £1,500,000	12		

## INHERITANCE TAX

	20/21	19/20
Nil-rate band*	£325,000	£325,000
Residence nil-rate band*†	£175,000	£125,000
Rate of tax on excess	40%	40%
Rate if at least 10% of net estate left to charity	36%	36%
Lifetime transfers to and from certain trusts	20%	20%
Overseas domiciled spouse/civil partner exemption	£325,000	£325,000
100% relief: businesses, unlisted/AIM companies, certain farmland/buildings		
50% relief: certain other business assets e.g. farmland let before 1/9/95		

\*The unused proportion of a deceased spouse's/civil partner's nil-rate band and/or residence nil-rate band can be claimed on the survivor's death

†Estates over £2,000,000: the value of the residence nil-rate band is reduced by 50% of the excess over £2,000,000

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## MAIN CAPITAL AND OTHER ALLOWANCES

Plant & machinery 100% annual investment allowance (1st year)	£1,000,000
From 1/1/21	£200,000
Enterprise zone plant & machinery (max €125m per project)	100%
Plant & machinery*	18%
Patent rights & know-how*	25%
Certain long-life assets and integral features of buildings*	6%
Structures and buildings (straight line)	3%
Electric charge points	100%

### Motor Cars

CO <sub>2</sub> emissions of g/km:	50 or less <sup>†</sup>	51–110	Over 110
Capital allowance	100% first year	18% pa*	6% pa*

\*Annual reducing balance

<sup>†</sup> For new cars only

Research and development (R&D) – capital expenditure	100%
R&D revenue expenditure relief – small/medium-sized companies	230%
R&D expenditure credit – large companies	13%

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## VALUE ADDED TAX

Standard rate	20%	Reduced rate eg on domestic fuel	5%
Since 1/4/17:	Registration level £85,000	Deregistration	£83,000
Flat rate scheme turnover limit			£150,000
Cash and annual accounting schemes turnover limits			£1,350,000

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## MAIN DUE DATES FOR TAX PAYMENT

### Income Tax, NICs and Capital Gains Tax – Self-assessment

31 January in tax year	}	Normally 50% of previous year's income tax, (less tax deducted at source) and class 4 NICs
Following 31 July		
Following 31 January		Balance of income tax and class 4 NICs, class 2 NICs and balance of CGT

Inheritance Tax on death:	Normally 6 months after end of month of death
Lifetime transfer 6 April–30 September:	30 April in following year
Lifetime transfer 1 October–5 April:	6 months after month of transfer

### Corporation Tax Self-Assessment

- Profits under £1,500,000: 9 months + 1 day after end of accounting period
- Profits £1,500,000 or over: normally payable in 7th, 10th, 13th and 16th months after start of the accounting period
- Profits £20,000,000 or over: normally payable in 3rd, 6th, 9th and 12th months after start of the accounting period
- Growing companies: no instalments where profits are £10,000,000 or less and the company was not a large company for the previous year