



jamesmilne

CHARTERED ACCOUNTANTS

---

# Tax Data

## 2018/19

5 Bon Accord Square  
Aberdeen AB11 6XZ  
**T** 01224 584458

5 High Street, Inverurie  
Aberdeenshire AB51 3QA  
**T** 01467 623311

Banchory Business Centre  
Burn O'Bennie Road, Banchory  
Aberdeenshire AB31 5ZU  
**T** 01330 823836

**Email** [mail@jamesmilne.co.uk](mailto:mail@jamesmilne.co.uk)

---

[jamesmilne.co.uk](http://jamesmilne.co.uk)

## Income Tax

	2018-19	2017-18
<b>Personal Allowances (PA)</b>	£11,850	£11,500

### **Married Couple's Allowance (MCA) (relief 10%)**

Either partner born before 6 April 1935	*£8,695	*£8,445
---	---------	---------

### **Transferable Tax Allowance**

for certain married couples (relief 20%)	£1,185	£1,150
--	--------	--------

*\*Allowances are reduced by £1 for every £2 that adjusted net income exceeds £28,900 (£28,000) to a minimum MCA of £3,360 (£3,260). Where adjusted net income exceeds £100,000, PA is reduced in the same way until it is nil regardless of the individual's date of birth.*

### **Tax bands for non-savings income (Scotland)**

Starter rate (19%)	£1 - £2,000	-
Basic rate (20%)	£2,001 - £12,150	£1 - £33,500
Intermediate rate (21%)	£12,151 - £32,423	-
Higher rate (40%)	-	£33,501 - £150,000
Higher rate (41%)	£32,424 - £150,000	-
Additional rate (45%)	-	£150,000 +
Additional rate (46%)	£150,000 +	-

### **Tax bands for non-savings income (rest of UK)**

Basic rate (20%)	£0 - £34,500	£1 - £33,500
Higher rate (40%)	£34,501 - £150,000	£33,501 - £150,000
Additional rate (45%)	£150,000 +	£150,000 +

### **Tax rates for savings income**

Starting rate limit (savings income)	*£5,000	*£5,000
Starting rate for savings income	*0%	*0%
Dividend ordinary rate	**7.5%	**7.5%
Dividend upper rate	**32.5%	**32.5%
Dividend additional rate	**38.1%	**38.1%

*\*If an individual's taxable non-savings income exceeds starting rate limit (savings income), then starting rate limit for savings will not be available for savings income. £1,000 of savings income for basic rate taxpayers (£500 higher rate) may be tax-free.*

*\*\*The first £2,000 (£5,000) of dividends are tax-free.*

## Income Tax (continued)

### Company Cars and Vans

Please refer to our website for full details of vehicle and fuel benefit rates.

Tax Shelters	2018-19	2017-18
Venture Capital Trust up to	£200,000	£200,000
Enterprise Investment Scheme up to	£1,000,000	£1,000,000
Seed Enterprise Investment Scheme up to	£100,000	£100,000
Social Investment Tax Relief	£1,000,000	£1,000,000

### Tax-Free Savings Accounts

ISA subscription limit	£20,000	£20,000
Junior ISA & Child Trust Fund subscription limit	£4,260	£4,128

### Pensions

Annual allowance	£40,000*	£40,000*
Lifetime allowance	£1,030,000	£1,000,000
Tax-free lump sum	25%	25%

\* The annual allowance is reduced by £1 for every £2 of income over £150,000 to a minimum of £10,000. The maximum amount of tax relief available is the greater of the individual's net relevant earnings or £3,600. Any unused annual allowance may be carried forward and used for a maximum of 3 years.

## National Insurance Contributions

Class 1	Employee (primary)	Employer (secondary)
Payable on weekly earnings of:		
Below £116 (lower earnings limit)	Nil	—
£116 - £162 (primary threshold)	*0%	—
Up to £162 (secondary threshold)	—	Nil
Above £162	—	13.8%
£162.01 - £892 (upper earnings limit)	**12%	—
£162.01 - £892 (under 21s & apprentices under 25)	—	0%
Above £892	**2%	—

\*No NICs are actually payable but notional Class 1 NIC is deemed to have been paid; this protects contributory benefit entitlement. \*\*Over state pension age, the employee contribution is generally nil. \*\* Employment allowance: £3,000 per year.

---

## National Insurance Contributions (continued)

**Class 2:** Payable by self-employed individuals(per week)\* £2.95

\*Small profits threshold: £6,205 per annum (£6,025)

**Class 3:** Voluntary contributions (per week) £14.65

**Class 4:** Payable on self-employed profits

Up to £8,424	0%
£8,425 - £46,350	9%
£46,350+	2%

---

## Capital Gains Tax

	2018-19	2017-18
Annual Exempt Amount - Individuals	£11,700	£11,300
- Trusts	£5,850	£5,650

### On chargeable gains

Up to higher rate threshold	10%*	10%
Above higher rate threshold	20%*	20%

\*An 8% surcharge applies to the disposal of residential property

Trust rate	20%	20%
------------	-----	-----

### Entrepreneurs' relief and Investors' relief

All qualifying gains	10%	10%
Lifetime allowance	£10,000,000	£10,000,000

---

## Inheritance Tax

	2018-19	2017-18
Nil rate band	£325,000	£325,000

Any unused proportion of a nil rate band may be transferred to a surviving spouse/civil partner.

Chargeable lifetime transfers	20%	20%
Transfers on, or within 7 years of death	40%*	40%*

\*subject to a tapered reduction for transfers between 7 and 3 years before death.

## Land and Buildings Transaction Tax

On the transfer of property in Scotland, the Land and Buildings Transaction Tax is:

### Residential

Value up to £145,000	0%
Over £145,000 - £250,000	2%
Over £250,000 - £325,000	5%
Over £325,000 - £750,000	10%
Over £750,000	12%

### Non-residential

Value up to £150,000	0%
Over £150,000 - £350,000	3%
Over £350,000	4.5%

The rates apply to the portion of the total value which falls within each band.

Additional LBTT of 3% may apply to the purchase of additional residential properties.

From 1st April 2018, first time buyer relief from LBTT applies for the first £175,000 of a relevant property purchase.

## Capital Allowances

	2018-19	2017-18
Annual Investment allowance	£200,000	£200,000
Main rate writing down allowance	18%	18%
Integral features, cars over 110g/km, long-life assets	8%	8%
Low emission cars (<50g/km)	100%	100%

## Value Added Tax

From	1st April 2018
Standard Rate	20%
VAT Fraction	1/6
Reduced Rate	5%

### Current Turnover Limits

Registration – last 12 months/next 30 days over	£85,000 from 1 April 2018
Deregistration – next year under	£83,000 from 1 April 2018
Annual and Cash Accounting Schemes	£1,350,000
Flat Rate Scheme	£150,000

## Corporation Tax

Financial Year ending	31st March 2019	31st March 2018
Corporation Tax rate	19%	19%

## Selected Other Rates

<b>Basic Retirement Pension</b>	– Single person	£125.95
	– Couple	£201.45
<b>Pension Credit Standard Min. Guarantee</b>	– Single person	£163.00
	– Couple	£248.80
<b>New State Pension</b>		£164.35

**Child Benefit** is paid at £20.70 (first eligible child) or £13.70 (each subsequent child).

**Statutory Pay** qualification – average weekly earnings (AWE) £116 or over.

**Sick (SSP)** The standard rate is £92.05 per week for up to 28 weeks.

**Maternity (SMP), Adoption (SAP) and Paternity (SPP)** paid at the lower of £145.18 or 90% of AWE apart from first 6 weeks of SMP and SAP which are paid at 90% of AWE. SMP and SAP are payable for up to 39 weeks. SPP is payable for up to 2 weeks.

**Jobseeker's Allowance** is paid at £73.10 (single person - 25 or over) or £114.85 (couple – both 18 or over). Universal Credit (monthly rates) – Standard allowance for a single person (25 or over) is £317.82. The couple's rate (where one or both are 25 or over) is £498.89. The new Universal Credit is being phased in gradually.

**National Living Wage** – Workers aged 25 and over – £7.50 from April 2017 and £7.83 from April 2018.

<b>National Living Wage: Age</b>	21-24	18-20	16 and 17	Apprentices*
From 1 April 2018	£7.38	£5.90	£4.20	£3.70
From 1 April 2017	£7.05	£5.60	£4.05	£3.50

\* Rate applies to apprentices under 19, or 19 and over in the first year of apprenticeship.

## Key Dates & Deadlines

Payment Dates		2018-19	2017-18
<b>Income Tax and Class 4 NICs</b>			
1st payment on account	31 January	2019	2018
2nd payment on account	31 July	2019	2018
Balancing payment	31 January	2020	2019
Capital Gains Tax	31 January	2020	2019
Class 1A NICs	19 July	2019	2018

**Corporation Tax** – 9 months and one day after the end of accounting period (or by quarterly instalments if large company)

**2017-18 Returns Filing Deadlines:** 31 May 2018 - Issue P60s to employees

- 6 July 2018 - P11D and P11D(b) and appropriate copies to employees
- 31 October 2018 - Self Assessment Tax Return (SATR) - paper version
- 30 December 2018 - SATR Online where outstanding tax (subject to cap) to be included in 2019-20 PAYE code
- 31 January 2019 - SATR Online.

*For general guidance only.*