



The Wealth Design Group's
2019/20 Tax Tables
Issued 15/11/18



Contents

Main Income Tax Allowances and Reliefs.....	3
Income Tax Rates (UK Excluding Scottish and (for 2019/20 ONLY)	4
Car Benefits.....	5
Car Fuel Benefits	5
Inheritance Tax	6
Capital Gains Tax.....	7
Rates of tax	7
Stamp Duty Land Tax, Land and Buildings Transaction Tax and Stamp Duty	8
Scotland: LBTT.....	8
Wales: LTT	8
UK Stamp Duty (including SDRT).....	8
Corporation Tax	9
Tax-Privileged Investments [Maximum Investment].....	9
Pensions	10
National Insurance Contributions.....	11



Main Income Tax Allowances and Reliefs

	2018/19	2018/19
	£	£
Personal allowance – standard	11,850	12,500
Personal allowance reduced if total income exceeds ∞	100,000	100,000
Transferable tax allowance (marriage allowance)§	1,190	1,250
Married couple's allowance* – minimum amount	3,360	3,450
– maximum amount	8,695	8,915
Maintenance to former spouse *	3,360	3,450
Married couple's allowance reduced if total income exceeds ¶	28,900	29,600
Employment termination lump sum limit	30,000	30,000

∞ For 2018/19 and 2019/20 the reduction is £1 for every £2 additional income over £100,000. As a result, there is no personal allowance if total income exceeds £125,000 (£123,700 for 2018/19).

§ Available to spouses and civil partners born after 5 April 1935, provided neither party pays tax at above basic rate.

* Relief at 10%. Available only if at least one of the couple was born before 6 April 1935.

¶ For 2018/19 and 2019/20 the reduction is £1 for every £2 additional income over the total income threshold.

Only the standard allowance is available if total income exceeds:-

	2018/19	2018/19
	£	£
Taxpayer born before 6 April 1935 [married couple's allowance]	39,570	40,530

Income Tax Rates (UK Excluding Scottish and (for 2019/20 ONLY)

	2018/19	2019/20
	£	£
Starting rate	0%	0%
Starting rate on savings income	1-5,000	1-5,000
Personal savings allowance (for savings income)		
- Basic rate taxpayers	1,000	1,000
- Higher rate taxpayers	500	500
- Additional rate taxpayers	Nil	Nil
Basic rate	20%	20%
Maximum tax at basic rate+	6,900+¶	7,500+¶
Higher rate - 40%	34,501- 150,000+¶	37,501- 150,000+¶
Tax on first £150,000+	53,100+¶	52,500+¶
Additional rate on income over £150,000	45%¶	45%¶
Discretionary and accumulation trusts (except dividends) °	45%	45%
Discretionary and accumulation trusts (dividends) °	38.1%	38.1%
Tax credit attaching to dividends	N/A	N/A
Dividend nil rate band (dividend allowance)	1-2,000	1-2,000
Basic rate on dividends	7.5%	7.5%
Higher rate on dividends	32.5%	32.5%
Additional rate on dividends	38.1%	38.1%
High income child benefit charge	1% of benefit per £100 income between £50,000 and £60,000	

+ Assumes starting rate band not available and personal savings allowance is ignored.

If full starting rate band is available:

- £6,500 on first £37,500 in 2019/20 (£5,900 on first £34,500 in 2018/19); and
- £51,500 in 2019/20 (£52,100 in 2018/19) on first £150,000.

¶ For Scotland, the 2018/19 tax bands and tax rates, which cover only non-dividend and non-savings income, are:

19% starter rate on income up to	£2,000
20% basic rate on next slice of income up to	£12,150
21% intermediate rate on next slice up to	£31,580
41% higher rate on next slice up to	£150,000
46% top rate on income over	£150,000

The Scottish Budget, setting 2019/20 figures, is not expected until December 2018.

Wales will set its own tax rates but adhere to the UK bands for 2019/20. The Welsh government has indicated that it will not introduce different rates in 2019/20.

Up to the first £1,000 of gross income is generally taxed at the standard rate, ie. 20% or 7.5% as appropriate.

Car Benefits

The charge is based on a percentage of the car's "price". "Price" for this purpose is the list price at the time the car was first registered plus the price of extras.

For cars first registered after 31 December 1997 the charge, based on the car's "price", is graduated according to the level of the car's approved CO₂ emissions.

For petrol cars with an approved CO₂ emission figure.

CO ₂ g/km ¹	% of price subject to tax ²		CO ₂ g/km	% of price subject to tax ²		CO ₂ g/km	% of price subject to tax ²	
	18-19	19-20		18-19	19-20		18-19	19-20
50 or less	13	16	115-9	24	27	150-4	31	34
51-75	16	19	120-4	25	2	155-9	32	35
76-94	19	22	125-9	26	29	160-4	33	36
95-99	20	23	130-4	27	30	165-9	34	37
100-4	21	24	135-9	28	31	170-4	35	37
105-9	22	25	140-4	29	32	175-9	36	37
110-4	23	26	145-9	30	33	180 and over	37	37

Notes:

1. The exact CO₂ emissions figure should be rounded down to the nearest 5 g/km for levels of 95g/km or more.
2. For diesels add 4% unless RDE2 emissions standards are met, subject to maximum charge of 37%.

Car Fuel Benefits

For cars with an approved CO₂ emission figure, the benefit is based on a flat amount of £24,100 (£23,400 for 2018/19). To calculate the amount of the benefit the percentage figure in the above car benefits table (that is from 13% to 37%) is multiplied by £24,100. The percentage figures allow for a diesel fuel surcharge. For example, in 2019/20 a petrol car emitting 118 g/km would give rise to a fuel benefit of 27% of £24,100 = £6,507.

Inheritance Tax

	Cumulative chargeable transfers [gross]		tax rate on death %	tax rate in lifetime* %
	2018/19 £	2019/20 £		
Nil rate band ⁺	325,000	325,000	0	0
Residence nil rate band [¶]	125,000	150,000	0	N/A
Residence nil rate band reduced if estate exceeds [§]	£2,000,000	£2,000,000	N/A	N/A
Excess above available nil rate band(s)	No limit	No limit	40 [∞]	20
	Cumulative chargeable transfers [gross]		tax rate on death %	tax rate in lifetime* %
	2018/19 £	2019/20 £		
Nil rate band ⁺	325,000	325,000	0	0
Residence nil rate band [¶]	125,000	150,000	0	N/A
Residence nil rate band reduced if estate exceeds [§]	£2,000,000	£2,000,000	N/A	N/A
Excess above available nil rate band(s)	No limit	No limit	40 [∞]	20

* Chargeable lifetime transfers only.

⁺ On the death of a surviving spouse on or after 9 October 2007, their personal representatives may claim up to 100% of any unused proportion of the nil rate band of the first spouse to die (regardless of their date of death).

[¶] On the death of a surviving spouse on or after 6 April 2017, their personal representatives may claim up to 100% of any residence nil rate band of the first spouse to die (regardless of their date of death, but subject to the tapered reduction).

[§] For all tax years the reduction is £1 for every £2 additional estate over £2,000,000. As a result, there is no residence nil rate band available in 2019/20 if the total estate exceeds £2,300,000 (£2,600,000 on second death if the full band is inherited).

[∞] 36% where at least 10% of net estate before deducting the charitable legacy is left to charity.

Capital Gains Tax

Main exemptions and reliefs

	2018/19 £	2019/20 £
Annual exemption	11,700*	12,000*
Principal private residence exemption	No limit	No limit
Chattels exemption	£6,000	£6,000
Entrepreneurs' relief	Lifetime cumulative limit £10,000,000. Gains taxed at 10%	Lifetime cumulative limit £10,000,000. Gains taxed at 10%

* Reduced by at least 50% for most trusts.

Rates of tax

Individuals: 10% on gains within UK basic rate band, 20% for gains in UK higher and additional rate bands.

Trustees and personal representatives: 20%

Additional rate for residential property 8%
and carried interest gains

Stamp Duty Land Tax, Land and Buildings Transaction Tax and Stamp Duty

Residential (on slice of value)	Rate¶	Commercial (on slice of value)	Rate
£125,000 or less	Nil	£150,000 or less	Nil
£125,001 to £250,000°	2%	£150,001 to £250,000	2%
£250,001 to £925,000*°	5%	Over £250,000	5%
£925,001 to £1,500,000*	10%		
Over £1,500,000*	12%		

* 15% for purchases over £500,000 by certain non-natural persons
 ° First-time buyers: First £300,000 slice of value at 0% if property consideration is not more than £500,000
 ¶ All rates increased by 3% for purchase of additional residential property if value is £40,000 or more

Scotland: LBTT

Residential (on slice of value)	Rate¶	Commercial (on slice of value)	Rate
£145,000* or less	Nil	£150,000 or less	Nil
£145,001* to £250,000	2%	£150,001 to £350,000	3%
£250,001 to £325,000	5%	Over £350,000	4.5%
£325,001 to £750,000	10%		
Over £750,000	12%		

¶ All rates increased by 3% for purchase of additional residential property if value is £40,000 or more
 *£175,000 for first-time buyers

Wales: LTT

Residential (on slice of value)	Rate¶	Commercial (on slice of value)	Rate
£180,000 or less	Nil	£150,000 or less	Nil
£180,001 to £250,000	3.5%	£150,001 to £250,000	1%
£250,001 to £400,000	5%	£250,001 to £1,000,000	5%
£400,001 - £750,000	7.5%	Over £1,000,000	6%
£750,001 to £1,500,000	10%		
Over £1,500,000	12%		

¶ All rates increased by 3% for purchase of additional residential property if value is £40,000 or more

UK Stamp Duty (including SDRT)

Stocks and marketable securities:	0.5%
No stamp duty charge unless the duty exceeds £5	

Corporation Tax

	Year Ending 31 March	
	2019	2020
Main rate	19%	19%

Tax-Privileged Investments [Maximum Investment]

	2018/19 £	2019/20 £
ISA		
Overall per tax year:	20,000	20,000
Maximum in cash for 16 and 17 year olds	20,000	20,000
Junior ISA (additional to overall limit for 16-17 year olds)	4,260	4,368
Help to buy ISA ^o	£1,000 initial and £200 a month	
Lifetime ISA	4,000	4,000
ENTERPRISE INVESTMENT SCHEME (30% income tax relief)	2,000,000*	2,000,000*
Maximum carry back to previous tax year for income tax relief	1,000,000	2,000,000
SEED ENTERPRISE INVESTMENT SCHEME (50% income tax relief)	100,000¶	100,000¶
VENTURE CAPITAL TRUST (30% income tax relief)	200,000	200,000

^o Closed to new investors from 1 December 2019. Existing investors may continue to contribute.

* Income tax-relieved investment above £1m must be in knowledge-intensive companies. No limit for CGT reinvestment relief.

¶ 50% CGT reinvestment exemption in 2018/19 and 2019/20

Pensions

	2018/19	2019/20
Lifetime allowance*	£1,030,000	£1,055,000
Lifetime allowance charge:		
Excess drawn as cash		55% of excess
Excess drawn as income		25% of excess
Annual allowance	£40,000¶	£40,000¶
Money purchase annual allowance	£4,000	£4,000
Annual allowance charge		20%-45% of excess
Max. relievable personal contribution	100% relevant UK earnings or £3,600 gross if greater	

* May be increased under 2006, 2012, 2014 or 2016 transitional protection provisions.

¶ Subject to 50% taper down to a minimum of £10,000 based on adjusted net income in excess of £150,000, if threshold income exceeds £110,000

National Insurance Contributions

Class 1 Employee				
	2018/19		2019/20	
	Employee	Employer	Employee	Employer
Main NIC rate	12%	13.8%	12%	13.8%
No NICs on first:				
Under 21*	£162 pw	£892 pw	£166 pw	£962 pw
21* & over	£ 162 pw	£162 pw	£ 166 pw	£166 pw
Main NIC charged up to	£892 pw	No limit	£962 pw	No limit
Additional NIC rate on earnings over	2% £892 pw	N/A	2% £962 pw	N/A
Certain married women	5.85%	13.8%	5.85%	13.8%

* 25 for apprentices

Employment Allowance		
	2018/19	2019/20
Per business*	£3,000	£3,000

* Not available if a director is the sole employee

Limits and Thresholds	2018/19		2019/20	
	Weekly £	Yearly £	Weekly £	Yearly £
Lower earnings limit	116	6,032	118	6,136
Primary earnings threshold	162	8,424	166	8,632
Secondary earnings threshold	162	8,424	166	8,632
Upper secondary threshold – U21s*	892	46,350	962	50,000
Upper earnings limit	892	46,350	962	50,000

* Under 25 for apprentices

Self-employed and non-employed	2018/19	2019/20
Class 2		
Flat rate	£2.95 pw	£3.00 pw
Small profits threshold	£6,205 pa	£6,365pa
Class 4 (Unless over state pension age on 6 April)		
On profits	£8,424 – £46,350 pa: 9% Over £46,350 pa: 2%	£8,632 – £ 50,000 pa: 9% Over £ 50,000 pa: 2%
Class 3 (Voluntary)		
Flat rate	£14.65 pw	£15.00 pw



Wealth Design Ltd



01543 571238



info@wealthdesign.co.uk



www.wealthdesign.co.uk



Lagonda Suite, Virage Point,
Green Lane, Cannock, WS11 0NH

Wealth Design Limited is registered in England (Company No. 09198203) and is authorised and regulated by the Financial Conduct Authority: FCA No 647119.

Hunter & Co. (IFA) Ltd



0121 353 4856



info@hunterwealth.co.uk



www.hunterwealth.co.uk



46 - 48 Thornhill Road, Streetly,
Sutton Coldfield, B74 3EH

Hunter & Co (IFA) Limited is registered in England (Company No. 03673023) and is authorised and regulated by the Financial Conduct Authority: FCA No. 191615.