

Tax & Benefit Tables 2019-20

A Summary Guide



5th April 2019 - 6th April 2020

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Personal Income Taxes

Income Tax Rates

Tax Bands	Band Start	Band End	Tax Rate	Dividend Rate
Nil Rate	£0	£12,500	0%	
Basic Rate	£12,500	£34,500	20%	7.5%
Basic Rate Income Tax Allowance of £12,500 is reduced by £1 for each £2 Income above £100,00.				
Higher Rate	£50,000	£150,000	40%	32.5%
Additional Rate	£150,000	None	45%	38.0%
Interest Allowance	£0	£5,000	0.0%	Nil Rate Tax Payers
Personal Savings Allowance	£0	£1,000	0.0%	Nil & Basic Rate Tax Payers
Personal Savings Allowance	£0	£500	0.0%	Higher Rate Tax Payers
Dividend Allowance	£0	£2,000		Nil & All Tax Payers

Other Tax Allowances

Consideration	Threshold	Tax Rate / Relief	Conditions
Rent a Room	£7,500	0%	Individual/Joint Income Allocation
Property Rental Allowance	£1,000	0%	Each Rented Property
Venture Capital Trusts	£200,000	30%	
Enterprise Investment Schemes	£1,000,000	30%	
Venture Capital Trusts	£100,000	50%	

National Insurance Contribution Thresholds (Monthly)

Class	Contributor	Band	Rate
1	Employed	£6,136	0.0%
		£8,632	12.0%
		£46,384	2.0%
1A	Voluntary	Any	£63.48
2	Self Employed	Stamp Rate	1.8%
4		£6,365	0.0%
		£8,632	9.0%
		£50,000	2.0%

Monthly Rates Annualised.
NIC's are paid as a statutory requirement by all UK Income Tax Residents

Capital Gains Tax

Tax Bands	Annual Threshold	Tax Rate
Nil & Basic Rate Tax Payers	£12,000	10%
Higher Rate Tax Payers	£12,000	20%
Govt Gilts & Corporate Bonds	Unlimited	0%
Seed Enterprise Investment Schemes	£100,000	0%
Enterprise Investment Schemes	£2,000,000	0%
Chattels (Personal Valuables)	£6,000	0%
Trustees	£5,450	20%

Capital Gains Tax is only applied as and when any such gains are materialised. Although any unused Annual Allowance cannot be carried forward; any materialised losses in the previous 6 years can be brought forward and offset against a current year gain.

Stamped Taxes (Duties)

<i>Tax</i>	<i>Threshold</i>	<i>Tax Rate</i>
VAT (Standard Charge Rate)	None	20%
VAT Registration Threshold	£79,000	
Stamp Duty Land Tax (1st Time Buyers)	£0 - £300,000	0%
Stamp Duty Land Tax (Other)	£0 - £125,000	0%
	£125,000 - £250,000	2%
	£250,000 - £925,000	5%
	£925,000 - £1,500,000	10%
	£1,000,000 - £1,500,000	10%
	£1,500,000 +	12%
Stamp Duty Reserve Tax (Stocks & Shares)	None	0.5%

Purchase Values upto £1,000 are Exempt.

ISA Contributions (Individual Savings Accounts)

<i>Consideration</i>	<i>Annual Allowance</i>	<i>Tax Rate *</i>
Adult ISA (Age 18+)	£20,000	0%
Child Cash ISA (Age 16-17)	£4,260	0%

Personal/Employer Pension Contributions

Annual Allowances	Gross Allowance	Maximum Tax Relief	
Minimum Personal Allowance	£3,600	20%	Reduces to £4,000 within Drawdown.
Maximum Personal Allowance	£40,000 or 100% Qualifying Earnings	20% / 40%	
Contributions in excess of the Annual Allowance are subject to Taxation at Individual Income Tax Rates			

Lifetime Allowances	Gross Allowance	Maximum Tax Surcharge
Maximum Lifetime Allowance	£1,000,000	25% TFC + 75% Income Tax Rates
Trivial Commutation	£18,000	
Pension Capital Values in excess of the Lifetime Allowance are subject to 25% Income Drawdown Tax or 50% Capital Withdrawal Tax.		
Trivial Commutation includes ALL Personal/Employer Pensions, and must be exercised within any ONE year from Age 60 to 74 only. Benefits remitted as Tax Free Capital Sum (25%) + Residual Capital Balance (75%).		

State Pension & Child Benefit (Annualy)

Benefit	Gross Amount	Qualifying Years & Criteria
Basic State Pension	£6,718.00	30 Years
New State Pension	£8,767.00	35 Years
Pension Deferral	10.4% Annualy	Pension Income or Cash Lump Sum (25% TFC)
Child Benefit (Family)	Only Child @ £20.70 Week Subsequent Child @ £13.70 Week	

Inheritance Tax

UK Status *	Maximum Allowance	Allowance Period	Tax Rate
UK Domiciled Individuals	£325 000 Estate + £100,000 Main Residence	Lifetime	0%
			40%
UK Domiciled Couples	£650 000 Estate + £200,000 Main Residence		0%
			40%

Individuals are 'Deemed Domicile' if UK Resident 17+ Years of 20 Years preceeding Death.

Residual Estate IHT is reduced to 36% if Charity Donation equals 10% or more of Gross Estate Value.

Potentially Exempt Transfers	Years Preceding Death	IHT Rate Reduction	
UK Domiciled & Non UK Domiciled Individuals & Couples	0 - 3 Years	0%	Full IHT Charge @ 40%
	3 - 4 Years	20%	
	4 - 5 Years	40%	
	5 - 6 Years	60%	
	6 - 7 Years	80%	
	7 Years +	100%	No IHT Charge (0%)

Exempt Transfers	Exemption	Basis
Capital Gifts	£3,000	Single Annual Gift
Wedding Gifts	£5,000	Each Son/Daughter
Small Gifts	£250	Each Person Annually (Unlimited)
Registered Charities *	Unlimited	Full PAYE Personal / Corporation Tax Relief

Charities can reclaim Basic Rate Income Tax ; and Individuals/Businesses can reclaim Full Income/Corporation Tax Relief.

General Notes

Please note that this document is provided for your information only, and is not therefore intended to convey any Financial Advice or Recommendations. We hope that you will find this information useful, and that you may be guided by it.

The data contained within this document has been sourced and compiled from HMRC, and whilst we believe it to be correct, we may not be held liable for any inaccuracies or subsequent changes to this information.

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