

Riley & CO
CHARTERED ACCOUNTANTS

2010/11 Tax Tables



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INCOME TAX	10-11	09-10
Starting rate band of 10% on savings income up to*	£2,440	£2,440
Basic rate of 20% on income up to	£37,400	£37,400
Higher rate of 40% on income	£37,401–£150,000	£37,401 and over
Additional rate of 50% on income over	£150,000	N/A
Dividends for: Basic rate taxpayers	10%	10%
Higher rate taxpayers	32.5%	32.5%
Additional rate taxpayers	42.5%	N/A
Trusts: Standard rate band generally	£1,000	£1,000
Rate applicable to trusts: dividends	42.5%	32.5%
other income	50%	40%
Pre-owned assets tax minimum taxable as income	£5,000	£5,000

* Not available if taxable non-savings income exceeds starting rate band

Main Personal Allowances and Reliefs

Personal (basic)	£6,475	£6,475
Personal allowance reduced by 50% of income over	£100,000	N/A
Personal (65–74)	£9,490	£9,490
Personal (75 & over)	£9,640	£9,640
Married couples/civil partners (minimum) at 10% [†]	£2,670	£2,670
Married couples/civil partners (75 and over) at 10%	£6,965	£6,965
Age-related reliefs reduced by 50% of income over	£22,900	£22,900
Blind person's allowance	£1,890	£1,890
Rent-a-room tax-free income	£4,250	£4,250
Venture capital trust (VCT) at 30%	£200,000	£200,000
Enterprise investment scheme (EIS) at 20%	£500,000	£500,000
EIS eligible for capital gains tax re-investment relief	No limit	No limit

[†] Where at least one spouse/civil partner was born before 6 April 1935

Non-domicile Remittance Basis Charge

For adult non-UK domiciliary after UK residence in at least 7 of the previous 9 tax years	£30,000	£30,000
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INDIVIDUAL SAVINGS ACCOUNTS (ISAs)

Components	Maximum Investment	
	10-11	09-10
Cash	£5,100	£3,600 (£5,100*)
Stocks & Shares (balance to)	£10,200	£7,200 (£10,200*)

* Born before 6 April 1960

CAR BENEFIT FOR EMPLOYEES

Taxable amount based on car's list price when new up to £80,000

Charge varies according to CO₂ emissions in grams per kilometre

CO ₂ g/km	% of price		CO ₂ g/km	% of price		CO ₂ g/km	% of price	
	10-11	09-10		10-11	09-10		10-11	09-10
75 or less	5	10	160-4	21	20	200-4	29	28
76-120	10	10	165-9	22	21	205-9	30	29
121-134	15	15	170-4	23	22	210-4	31	30
135-9	16	15	175-9	24	23	215-9	32	31
140-4	17	16	180-4	25	24	220-4	33	32
145-9	18	17	185-9	26	25	225-9	34	33
150-4	19	18	190-4	27	26	230-4	35	34
155-9	20	19	195-9	28	27	235+	35	35

Further reduction may apply for LPG, bi-fuel, E85 and hybrid cars

Diesels not meeting Euro IV or registered after 31 December 2005:
add 3% subject to maximum charge of 35%

Zero emission cars, incl. electric only: no taxable benefit from 6 April 2010

VANS – FOR PRIVATE USE

	10-11	09-10
Chargeable amount	£3,000	£3,000
No charge if zero emissions (10-11), or private use is limited to home-work journeys.		

FUEL BENEFIT

	10-11	09-10
Multiply the CO ₂ % used for the car benefit by	£18,000	£16,900
Minimum charge at 10%	£1,800	£1,690
Maximum charge at 35%	£6,300	£5,915
Vans – flat charge (except zero emissions 10-11)	£550	£500

COMPANY CARS – ADVISORY FUEL RATES from 1/12/09

Engine size	Petrol	Diesel	LPG
1,400cc or less	11p	11p	7p
1,401cc to 2,000cc	14p	11p	8p
Over 2,000cc	20p	14p	12p

TAX-FREE MILEAGE ALLOWANCE – OWN VEHICLE 09-11

Cars	Up to 10,000 business miles: 40p	Motorcycles	24p per business mile
	Over 10,000 business miles: 25p	Bicycles	20p per business mile

NATIONAL INSURANCE CONTRIBUTIONS

Class 1 Employee Not Contracted-Out of State Second Pension (S2P)

	10-11		09-10	
	Employee	Employer	Employee	Employer
NIC rate	11%	12.8%	11%	12.8%
No NICs on the first	£110 pw	£110 pw	£110 pw	£110 pw
NICs charged up to	£844 pw	No limit	£844 pw	No limit
1% NIC on earnings over	£844 pw	N/A	£844 pw	N/A
Certain married women	4.85%	12.8%	4.85%	12.8%
Contracted-Out Rebate on	£97.01–£770 pw		£95.01–£770 pw	
Salary-related scheme	1.6%	3.7%	1.6%	3.7%
Money-purchase scheme	1.6%	1.4%	1.6%	1.4%
Personal Pension	No reduction		No reduction	

Class 1A Employer 09-11 on car fuel benefits & most other taxable benefits: 12.8%

Self-Employed

	10-11		09-10	
Class 2 Flat rate	£2.40 pw	£124.80 pa	£2.40 pw	£124.80 pa
Small earnings exception	£5,075 pa		£5,075 pa	

Class 4 (Unless over state pension age on 6 April)

On profits:	£5,715–£43,875 pa: 8%	£5,715–£43,875 pa: 8%
	Over £43,875 pa: 1%	Over £43,875 pa: 1%

Voluntary Class 3 Flat rate	£12.05 pw	£626.60 pa	£12.05 pw	£626.60 pa
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BASIC STATE PENSION

	10-11		09-10	
	Weekly	Annual	Weekly	Annual
Single person	£97.65	£5,077.80	£95.25	£4,953.00
Dependant's addition	£58.50	£3,042.00	£57.05	£2,966.60
Total married pension	£156.15	£8,119.80	£152.30	£7,919.60

REGISTERED PENSIONS

	10-11	09-10
Lifetime allowance*	£1,800,000	£1,750,000
Annual allowance	£255,000	£245,000
Special annual allowance applies where } relevant income is £130,000 or more	Min. £20,000 Max. £30,000	£20,000 £30,000
Special annual allowance charge	20%–30%	20%
Max. relievable personal contribution	100% of relevant UK earnings or £3,600 if greater	
Max. pension commencement lump sum*	25% of pension benefit value	
Lifetime allowance charge if excess drawn:	as cash 55%	as income 25%
Annual allowance charge on excess		40%

* Subject to transitional protection for excess amount

MAIN CAPITAL AND OTHER ALLOWANCES 10-11

Plant & machinery 100% annual investment allowance (first year)	£100,000
Plant & machinery (reducing balance) pa	20%
Patent rights & know-how (reducing balance) pa	25%
Certain long-life assets, integral features of buildings (reducing balance) pa	10%
Industrial & agricultural buildings (straight line)	1%
Energy & water-efficient equipment	100%
Zero emission goods vehicles (new)	100%
Qualifying flat conversions, business premises & renovations	100%

Motor cars: Expenditure on or after 1/4/09 (Corporation Tax) or 6/4/09 (Income Tax)

CO ₂ emissions of g/km:	110 or less*	111–160	161 or more
Capital allowance:	100%	20%	10%
	first year	reducing balance	reducing balance

Research & Development: Capital expenditure 100%

Revenue expenditure: small/medium companies 175% large companies 130%

* *If new*

VALUE ADDED TAX

Registration level from 1/4/10	£70,000	Standard rate from 1/1/10:	17.5%
Reduced rate, eg on domestic fuel:			5%
Flat rate scheme turnover limit			£150,000
Cash and annual accounting schemes turnover limit			£1,350,000

MAIN DUE DATES FOR TAX PAYMENT

Income Tax and Capital Gains Tax – Self-assessment

31 January in tax year } Following 31 July } Following 31 January	<ul style="list-style-type: none">• Normally 50% of previous year's income tax, less tax deducted at source• Balance of income tax and all CGT
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Inheritance Tax On death: normally 6 months after 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: 9 months after end of accounting period

- Payable by instalments where profits are £1.5m or over. Normally payable in 7th, 10th, 13th and 16th months after start of accounting period.
 - Growing companies: no instalments where profits are £10m or less and the company was not a large company for the previous year
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CORPORATION TAX

Profits	Effective rate to 31/3/11	Effective rate to 31/3/10
£0–£300,000	21%	21%
£300,001–£1,500,000	29.75%	29.75%
£1,500,001 and over	28%	28%

INHERITANCE TAX

	10-11	09-10
Nil-rate band	£325,000	£325,000
Rate of tax on excess	40%	40%
Lifetime transfers to and from certain trusts	20%	20%
Exemption for overseas domiciled spouse/civil partner	£55,000	£55,000
100% relief: businesses, unlisted/AIM companies, certain farmland/buildings		
50% relief: certain other business assets		

CAPITAL GAINS TAX

Exemptions	10-11	09-10
Individuals, estates, etc	£10,100	£10,100
Trusts generally	£5,050	£5,050
Chattels proceeds (restricted to $\frac{5}{3}$ rds of proceeds exceeding limit)	£6,000	£6,000
Rates Individuals, trusts and estates	18%	18%

Entrepreneurs' Relief

Lifetime limit	£2,000,000	£1,000,000
$\frac{4}{9}$ ths of gain (effective tax rate of 10%). For trading businesses & companies (minimum 5% employee or director shareholding) held for at least one year.		

STAMP DUTY LAND TAX based on consideration

Residential	Commercial	Rate
£125,000* or less	£150,000 or less	Nil
Over £125,000* up to £250,000	Over £150,000 up to £250,000	1%
Over £250,000 up to £500,000	Over £250,000 up to £500,000	3%
Over £500,000	Over £500,000	4%

* £150,000 for property in disadvantaged areas. £250,000 for first time buyers where completion is from 25/3/10 to 24/3/12

Stamp Duty (including SDRT): stocks and marketable securities	0.5%
No charge unless the duty exceeds £5	
