

# Tax RATES

## 2017/18 and 2018/19

### INCOME TAX, CAPITAL GAINS TAX, AND INHERITANCE TAX

Income tax personal and age-related allowances	2018/19	2017/18
Personal allowance (for income up to £100,000)	£11,850	£11,500
There is a £100,000 earnings limit after which no personal allowance is available. This applies to both employees and the Self Employed		
Married couple's allowance (born before 06/04/35)	£8,695	£8,445
Transferable marriage allowance	£1,190	£1,150
Income limit for age-related allowances	-	-
Blind person's allowance	£2,390	£2,320
<b>Capital gains tax annual exempt amount</b>		
Individuals etc.	£11,700	£11,300
Most trustees	£5,650	£5,650
<b>Individual inheritance tax allowance</b>	£325,000	£325,000
<b>Pension schemes allowances</b>		
Annual Allowance	£40,000	£40,000
Lifetime Allowance	£1,030,000	£1,000,000

### INCOME TAX: TAXABLE BANDS

	2018/19	2017/18
0% starting rate for savings	£5,000	£5,000
20% on income up to	£34,500	£33,500
40% on income over	£34,500	£33,500
45% on income over	£150,000	£150,000

### WORKING AND CHILD TAX CREDITS RATES

£ per year (unless stated)	2018/19	2017/18
<b>Working Tax Credit</b>		
Basic element	£1,960	£1,960
Couple and lone parent element	£2,010	£2,010
30 hour element	£810	£810
Disabled worker element	£3,090	£3,000
Severe disability element	£1,330	£1,290
<b>Childcare element of the Working Tax Credit</b>		
Maximum eligible cost for one child	£175 per week	£175 per week
Maximum eligible cost for two or more children	£300 per week	£300 per week
Percentage of eligible costs covered	70%	70%
<b>Child Tax Credit</b>		
Family element	£545	£545
Child element	£2,780	£2,780
Disabled child element	£3,275	£3,175
Severely disabled child element	£1,325	£1,290
<b>Income thresholds and withdrawal rates</b>		
First income threshold	£6,420	£6,420
First withdrawal rate	41%	41%
First threshold for those entitled to Child Tax Credit only	£16,105	£16,105
Income rise disregard	£2,500	£2,500
Income fall disregard	£2,500	£2,500

### CHILD BENEFIT AND GUARDIAN'S ALLOWANCE RATES

£ per week	2018/19	2017/18
Elders/Only Child	£20.70	£20.70
Other Children	£13.70	£13.70
Guardian's Allowance	£17.20	£16.70

### NATIONAL INSURANCE CONTRIBUTIONS

£ per week (unless stated)	2018/19	2017/18
Lower earnings limit, primary Class 1 (LEL)	£116	£113
Upper earnings limit, primary Class 1 (UEL)	£892	£866
Primary threshold (PT)	£162	£157
Secondary threshold (ST)	£162	£157
Employees' primary Class 1 rate between primary threshold and upper earnings limit	12%	12%
Employees' primary Class 1 rate above upper earnings limit	2%	2%
Married women's reduced rate between primary threshold and upper earnings limit	5.85%	5.85%
Rate for employees deferring National Insurance	2%	2%
Employers' secondary Class 1 rate above secondary threshold	13.8%	13.8%
Class 2 rate	£2.95	£2.85
Class 2 small earnings exception (per year)	£6,205	£6,025
Special Class 2 rate for share fishermen	£3.60	£3.50
Special Class 2 rate for volunteer development workers	£5.80	£5.65
Class 3 rate (per week)	£14.65	£14.25
Class 4 lower profits limit (per year)	£8,164	£8,164
Class 4 upper profits limit (per year)	£46,350	£45,000
Class 4 rate between lower profits limit and upper profits limit	9%	9%
Class 4 rate above upper profits limit	2%	2%

### CORPORATION TAX ON PROFITS

£ per year (unless stated)	2018/19	2017/18
Main rate (all profits except ring fence profits)	19%	19%
Special rate for unit trusts and open-ended investment companies	20%	20%

### VAT RATES

Rate	% of VAT	What the rate applies to
Standard	20%	Most goods and services
Reduced rate	5%	Some goods and services, eg children's car seats and home energy
Zero rate	0%	Zero-rated goods and services, eg most food and children's clothes

### STAMP TAXES AND DUTIES

Rate	Property purchase price
Zero	Up to £125,000
2%	The next £125,000 (the portion from £125,001 to £250,000)
5%	The next £675,000 (the portion from £250,001 to £925,000)
10%	The next £575,000 (the portion from £925,001 to £1.5 million)
12%	The remaining amount (the portion above £1.5 million)
15%	On residential properties costing more than £500,000 bought by certain corporate bodies (or 'non-natural persons') . Including companies, partnerships including companies and collective investment schemes