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The Orchard Practice  
2 Penta Court Station Road  
Borehamwood Hertfordshire WD6 1SL

0208 953 8687  
info@opfs.co.uk  
www.opfs.co.uk

The  
Orchard  
Practice  
growing together

# Tax Tables

## 2017/18

**For information only. Always seek professional advice before acting.**

*HM Revenue and Customs practice and the law relating to taxation are complex and subject to individual circumstances and changes which cannot be foreseen.*



	2016/17 (£)	2017/18 (£)
Personal allowance – standard	11,000	11,500
Personal allowance reduced if total income exceeds <sup>∞</sup>	100,000	100,000
Transferable tax allowance (marriage allowance) <sup>§</sup>	1,100	1,150
Married couple's allowance* – minimum amount	3,220	3,260
– maximum amount	8,355	8,445
Maintenance to former spouse*	3,220	3,260
Married couple's allowance reduced if total income exceeds**	27,700	28,000
Employment termination lump sum limit	30,000	30,000

<sup>∞</sup> For 2016/17 and 2017/18 the reduction is £1 for every £2 additional income over £100,000. As a result there is no personal allowance if total income exceeds £123,000 (£122,000 for 2016/17).

<sup>§</sup> 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 2016/17 and 2017/18 the reduction is £1 for every £2 additional income over the total income threshold.

Standard allowance(s) only are available if total income exceeds:

	2016/17 (£)	2017/18 (£)
Taxpayer born before 6 April 1935 [married couple's allowance]	37,970	38,370

	2016/17	2017/18
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 <sup>∞</sup>	£6,400	£6,700 <sup>∞</sup>
Higher rate - 40%	£32,001-150,000	£33,501-150,000 <sup>∞</sup>
Tax on first £150,000 <sup>∞</sup>	£53,600	£53,300 <sup>∞</sup>
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)	£1-5,000	£1-5,000
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	

<sup>∞</sup> Assumes starting rate band not available and personal savings allowance is ignored. £6,700 on first £33,500 (£6,400 on first £32,000 in 2016/17) and £52,300 (£52,600 in 2016/17) on first £150,000 if full starting rate band is available.

\* In Scotland the basic rate tax band for 2017/18, which covers non-dividend, non-savings income, will be £31,500, leaving the higher rate threshold unchanged at £43,000. Up to the first £1,000 of gross income is generally taxed at the standard rate, ie. 20% or 7.5% as appropriate.

For petrol cars with an approved CO<sub>2</sub> emission figure.

CO <sub>2</sub> g/km <sup>1</sup>	% of price subject to tax <sup>2</sup>		CO <sub>2</sub> g/km	% of price subject to tax <sup>2</sup>		CO <sub>2</sub> g/km	% of price subject to tax <sup>2</sup>	
	16-17	17-18		16-17	17-18		16-17	17-18
50 or less	7	9	125-9	22	24	170-4	31	33
51-75	11	13	130-4	23	25	175-9	32	34
76-94	15	17	135-9	24	26	180-4	33	35
95-99	16	18	140-4	25	27	185-9	34	36
100-4	17	19	145-9	26	28	190-4	35	35
105-9	18	20	150-4	27	29	195-9	36	37
110-4	19	21	155-9	28	30	200 and over	37	37
115-9	20	22	160-4	29	31			
120-4	21	23	165-9	30	32			

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 CO<sub>2</sub> emissions.

#### Notes

1. The exact CO<sub>2</sub> emissions figure should be rounded down to the nearest 5 g/km for levels of 95g/km or more.
2. For all diesels add 3%, subject to maximum charge of 37%.

### Car Fuel Benefits

For cars with an approved CO<sub>2</sub> emission figure, the benefit is based on a flat amount of £22,600 (£22,200 for 2016/17). To calculate the amount of the benefit the percentage figure in the above car benefits table (that is from 7% to 37%) is multiplied by £22,600. The percentage figures allow for a diesel fuel surcharge. For example, in 2017/18 a petrol car emitting 132 g/km would give rise to a fuel benefit of 25% of £22,600 = £5,650.

	Cumulative chargeable transfers [gross]		tax rate on death %	tax rate in lifetime* %
	2016/17 (£)	2017/18 (£)		
Nil rate band**	325,000	325,000	0	0
Residence nil rate band§	N/A	100,000	N/A	N/A
Residence nil rate band reduced if estate exceeds∞	N/A	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 2017/18 if the total estate exceeds £2,200,000 (£2,400,000 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.

	2016/17 (£)	2017/18 (£)
Annual exemption	11,100*	11,300*
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 at least by 50% for most trusts.



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	2017/18
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 and carried interest gains:	8%

*UK excluding Scotland: SDLT*

<b>Residential (on slice of value)</b>	<b>Rate**</b>	<b>Commercial (from 17/3/2016)</b>	<b>Rate</b>
£125,000 or less	Nil	£150,000 or less	Nil
£125,001 up to £250,000	2%	£150,001 up to £250,000	2%
£250,001 up to £925,000 *	5%	£250,001 up to £500,000	5%
£925,001 up to £1,500,000 *	10%		
Over £1,500,000 *	12%		

\* 15% for purchases of over £500,000 by certain non-natural persons

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

# Stamp Duty Land Tax, Land and Buildings Transaction Tax and Stamp Duty - continued

Scotland: LBTT (on slice of value)

Residential	Rate**	Commercial	Rate
£145,000 or less	Nil	£150,000 or less	Nil
£145,001 up to £250,000	2%	£150,001 up to £350,000	3%
£250,001 up to £325,000	5%	Over £350,000	4.5%
£325,001 up to £750,000 *	10%		
Over £750,000 *	12%		

\* 15% for purchases of over £500,000 by certain non-natural persons

\*\* 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	

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	Year Ending 31 March	
	2017	2018
Main rate	20%	19%

	2016/17 (£)	2017/18 (£)
<b>ISA</b>		
Overall per tax year:	15,240	20,000
Maximum in cash for 16 and 17 year olds	15,240	20,000
Junior ISA (additional to overall limit for 16-17 year olds)	4,080	4,128
Help to buy ISA	£1,000 initial and £200 a month	
Lifetime ISA	N/A	£4,000
<b>Enterprise Investment Scheme</b> (30% income tax relief)	1,000,000*	1,000,000*
Maximum carry back to previous tax year for income tax relief	1,000,000	1,000,000
<b>Seed Enterprise Investment Scheme</b> (50% income tax relief)	100,000**	100,000**
<b>Venture Capital Trust</b> (30% income tax relief)	200,000	200,000

\* No limit for CGT reinvestment relief

\*\* 50% CGT reinvestment exemption in 2016/17 and 2017/18

	2016/17	2017/18
Lifetime allowance*	£1,000,000	£1,000,000
Lifetime allowance charge:		
Excess drawn as cash lump sum		55% of excess
Excess drawn as income		25% of excess
Annual allowance	£40,000**	£40,000**
Money purchase annual allowance	£10,000	£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 or 2014 or forthcoming 2016 transitional protection provisions

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

Class 1 Employee				
	2016/17		2017/18	
	Employee	Employer	Employee	Employer
Main NIC rate	12%	13.8%	12%	13.8%
No NICs on first:				
Under 21*	£155 pw	£827 pw	£157 pw	£866 pw
21* & over	£155 pw	£156 pw	£157 pw	£157 pw
Main NIC charged up to	£827 pw	No limit	£866 pw	No limit
Additional NIC rate on earnings over	2% £827 pw	N/A	2% £866 pw	N/A
Certain married women	5.85%	13.8%	5.85%	13.8%

\* 25 for apprentices

Employment Allowance	2016/17	2017/18
Per business*	£3,000	£3,000

\* Not available if a director is the sole employee

Limits and Thresholds	2016/17		2017/18	
	Weekly (£)	Yearly (£)	Weekly (£)	Yearly (£)
Lower earnings limit	112	5,842	113	5,876
Primary earnings threshold	155	8,060	157	8,164
Secondary earnings threshold	156	8,112	157	8,164
Upper secondary threshold – U21s*	827	43,000	866	45,000
Upper earnings limit	827	43,000	866	45,000

\*25 for apprentices

Self-employed and non-employed	2016/17	2017/18
<b>Class 2</b>		
Flat rate	£2.80 pw	£2.85 pw
Small profits threshold	£5,965 pa	£6,025 pa
<b>Class 4</b> ( <i>Unless over state pension age on 6 April</i> )		
On profits	£8,060 – £43,000 pa: 9% Over £43,000 pa: 2%	£8,164 – £45,000 pa: 9% Over £45,000 pa: 2%
<b>Class 3 (Voluntary)</b>		
Flat rate	£14.10 pw	£14.25 pw