

# Gall Robertson CA inc. Charles Gray and Co

*Chartered Accountants  
& Business Advisers*



Tax  
Rates  
2023/24



# Income Tax

## Rates and bands (other than savings and dividend income)

| 2023/24          |        | 2022/23          |        |
|------------------|--------|------------------|--------|
| Band £           | Rate % | Band £           | Rate % |
| 0 - 37,700       | 20     | 0 - 37,700       | 20     |
| 37,701 - 125,140 | 40     | 37,701 - 150,000 | 40     |
| Over 125,140     | 45     | Over 150,000     | 45     |

Income tax rates in Scotland and Wales on income other than savings and dividend income have been devolved.

| Savings income                | 2023/24 and 2022/23 |
|-------------------------------|---------------------|
| Savings allowance basic rate  | £1,000              |
| Savings allowance higher rate | £500                |

A starting rate of 0% may be available unless taxable non-savings income exceeds £5,000.

| Dividend income          | 2023/24 | 2022/23 |
|--------------------------|---------|---------|
| Dividend allowance       | £1,000  | £2,000  |
| Dividend ordinary rate   | 8.75%   | 8.75%   |
| Dividend upper rate      | 33.75%  | 33.75%  |
| Dividend additional rate | 39.35%  | 39.35%  |

## Income Tax Reliefs

|                                 | 2023/24  | 2022/23  |
|---------------------------------|----------|----------|
| Personal allowance              | £12,570  | £12,570  |
| Personal allowance income limit | £100,000 | £100,000 |
| Marriage allowance              | £1,260   | £1,260   |
| Married couple's allowance      | £10,375  | £9,415   |
| - minimum amount                | £4,010   | £3,640   |
| - income limit                  | £34,600  | £31,400  |
| Blind person's allowance        | £2,870   | £2,600   |

## Individual Savings Accounts

|                                 | 2023/24 | 2022/23 |
|---------------------------------|---------|---------|
| Overall investment limit        | £20,000 | £20,000 |
| Junior account investment limit | £9,000  | £9,000  |

## Devolved Income Tax

### Scotland rates and bands

| 2023/24          |        | 2022/23          |        |
|------------------|--------|------------------|--------|
| Band £           | Rate % | Band £           | Rate % |
| 0 - 2,162        | 19     | 0 - 2,162        | 19     |
| 2,163 - 13,118   | 20     | 2,163 - 13,118   | 20     |
| 13,119 - 31,092  | 21     | 13,119 - 31,092  | 21     |
| 31,093 - 125,140 | 42     | 31,093 - 150,000 | 41     |
| Over 125,140     | 47     | Over 150,000     | 46     |

### Wales rates and bands

| 2023/24          |        | 2022/23          |        |
|------------------|--------|------------------|--------|
| Band £           | Rate % | Band £           | Rate % |
| 0 - 37,700       | 20     | 0 - 37,700       | 20     |
| 37,701 - 125,140 | 40     | 37,701 - 150,000 | 40     |
| Over 125,140     | 45     | Over 150,000     | 45     |

## Capital Gains Tax

| Individuals            | 2023/24 | 2022/23 |
|------------------------|---------|---------|
| Exemption              | £6,000  | £12,300 |
| Standard rate          | 10%     | 10%     |
| Higher/additional rate | 20%     | 20%     |
| Trusts                 |         |         |
| Exemption              | £3,000  | £6,150  |
| Rate                   | 20%     | 20%     |

Higher rates (18/28%) may apply to the disposal of certain residential property and carried interest.

### Business Asset Disposal Relief

The first £1m of qualifying gains are charged at 10%.

## Inheritance Tax

| Death rate | Lifetime rate | Chargeable transfers<br>2023/24 and 2022/23 |
|------------|---------------|---|
| Nil        | Nil           | 0 - £325,000 (nil rate band)                |
| 40%        | 20%           | Over £325,000                               |

A further nil rate band of £175,000 may be available in relation to current or former residences.

## Car, Van and Fuel Benefits

| 2023/24                        |             |                       |
|--------------------------------|-------------|-----------------------|
| CO <sub>2</sub> emissions g/km |             | % of list price taxed |
| 0                              |             | 2                     |
| 1 - 50                         |             |                       |
| Electric range                 | 130 or more | 2                     |
|                                | 70 - 129    | 5                     |
|                                | 40 - 69     | 8                     |
|                                | 30 - 39     | 12                    |
|                                | under 30    | 14                    |
| 51 - 54                        |             | 15                    |
| For every extra 5              |             | +1                    |
| 160 and above                  |             | 37                    |

For fully diesel cars generally add a 4% supplement (unless the car is registered on or after 1 September 2017 and meets the Euro 6d emissions standard) but the maximum is still 37%. For emissions of 75g/km or more if the CO<sub>2</sub> figure does not end in a 5 or 0 round down to the nearest 5 or 0.

2023/24

|                  |         |
|------------------|---------|
| Car fuel benefit | £27,800 |
| Van benefit      | £3,960  |
| Van fuel benefit | £757    |

## National Insurance

### 2023/24 Class 1 (employed) rates

| Employee          |     | Employer          |      |
|-------------------|-----|-------------------|------|
| Earnings per week | %   | Earnings per week | %    |
| Up to £242        | Nil | Up to £175        | Nil  |
| £242.01 - £967    | 12  | Over £175         | 13.8 |
| Over £967         | 2   |                   |      |

Entitlement to contribution-based benefits for employees retained for earnings between £123 and £242 per week. The employer rate is 0% for certain military veterans, employees under 21 and apprentices under 25 on earnings up to £967 per week.

|                                |  |
|--------------------------------|--|
| <b>Class 1A (employers)</b>    | 13.8% on employee taxable benefits   |
| <b>Class 1B (employers)</b>    | 13.8% on PAYE Settlement Agreements  |
| <b>Class 2 (self-employed)</b> | nil on profits between £6,725 and £12,570 plus £3.45 per week where profits over £12,570 |
| <b>Class 3 (voluntary)</b>     | flat rate per week £17.45  |
| <b>Class 4 (self-employed)</b> | 9% on profits between £12,570 and £50,270 plus 2% on profits over £50,270                |

## Selected Rates

|   | 2023/24  | 2022/23  |
|---|----------|----------|
| <b>Weekly benefit</b>   | <b>£</b> | <b>£</b> |
| <b>New State Pension</b>  | 203.85   | 185.15   |
| <b>Old State Pension</b>  | 156.20   | 141.85   |
| <b>Statutory pay standard rates - average weekly earnings £123 (£123) or over</b> |          |          |
| Sick Pay  | 109.40   | 99.35    |
| Maternity/Adoption Pay  | 172.48   | 156.66   |
| Shared Parental Pay   | 172.48   | 156.66   |
| Paternity Pay   | 172.48   | 156.66   |

## National Living Wage and National Minimum Wage

| Age               | NLW    | 21-22  | 18-20 | 16-17 | Apprentices |
|-------------------|--------|--------|-------|-------|-------------|
| From 1 April 2023 | £10.42 | £10.18 | £7.49 | £5.28 | £5.28       |

Applies to apprentices under 19 or 19 and over in the first year of apprenticeship.

NLW applies to those aged 23 and over.

## Tax Reliefs for Individuals

### 2023/24

#### Enterprise Investment Scheme (EIS)

Relief on investments in certain unquoted trading companies up to £1m per annum (£2m for knowledge intensive companies):

- Income tax relief at 30%
  - Capital gains exemption on disposal
- Unlimited amounts of capital gains from the disposal of other assets may be able to be deferred by making an EIS investment.

#### Seed Enterprise Investment Scheme (SEIS)

Relief on investments in certain unquoted trading companies up to £200,000\* per annum:

- Income tax relief at 50%
  - Capital gains exemption on disposal
- Capital gains from the disposal of other assets may be exempt up to £100,000\* per annum by making an SEIS investment.

#### Venture Capital Trusts (VCTs)

Relief on investments in certain quoted companies up to £200,000 per annum:

- Income tax relief at 30%
  - Capital gains exemption on disposal
- Dividends received from VCTs may be exempt from income tax.

\*Limits subject to Parliamentary approval.

## Corporation Tax

| Year to 31.3.24          | Profits band £   | Rate % |
|--------------------------|------------------|--------|
| Small profits rate       | 0 - 50,000       | 19     |
| Marginal rate            | 50,001 - 250,000 | 26.5   |
| Main rate                | Over 250,000     | 25     |
| Marginal relief fraction | 3/200            |        |

For the year to 31.3.23 the main rate of corporation tax was 19%. Special rules apply to accounting periods straddling 1 April 2023. For the year to 31.3.24 the profits limits are reduced for a company with associated companies. Different rates apply for ring-fenced (broadly oil industry) profit.

## Capital Allowances

**First Year Allowance (FYA)** on certain plant, machinery and cars of 0g/km **100%**

**Corporation tax FYA ('full expensing')** on certain new, unused plant and machinery from 1 April 2023 **100%**

**Corporation tax FYA** on new, unused long-life assets, integral features of buildings, etc. from 1 April 2023 **50%**

**Annual Investment Allowance £1,000,000** excluding cars

### Writing Down Allowance

Long-life assets, integral features of buildings, cars over 50g/km **6%**

Other plant and machinery **18%**

**Structures and Buildings Allowance** **3%**

## Pensions

|                                 | 2023/24      | 2022/23    |
|---------------------------------|--------------|------------|
| Lifetime Allowance (LA) limit   | No LA charge | £1,073,100 |
| Annual Allowance limit          | £60,000      | £40,000    |
| Money Purchase Annual Allowance | £10,000      | £4,000     |

## Value Added Tax

|                             | From 1.4.23 | From 1.4.22 |
|-----------------------------|-------------|-------------|
| Standard rate               | 20%         | 20%         |
| Reduced rate                | 5%          | 5%          |
| Annual Registration Limit   | £85,000     | £85,000     |
| Annual Deregistration Limit | £83,000     | £83,000     |

# Property Taxes

Across the whole of the UK, residential rates may be increased by 3% (4% in Wales and 6% in Scotland) where further residential properties are acquired.

## Stamp Duty Land Tax

Land and buildings in England and N. Ireland

| Residential Band £  | Rate % | Non-residential Band £ | Rate % |
|---------------------|--------|------------------------|--------|
| 0 - 250,000         | 0      | 0 - 150,000            | 0      |
| 250,001 - 925,000   | 5      | 150,001 - 250,000      | 2      |
| 925,001 - 1,500,000 | 10     | Over 250,000           | 5      |
| Over 1,500,000      | 12     |                        |        |

First-Time Buyer relief may apply to residential purchases up to £625,000.

## Land and Buildings Transaction Tax

Land and buildings in Scotland

| Residential Band £ | Rate % | Non-residential Band £ | Rate % |
|--------------------|--------|------------------------|--------|
| 0 - 145,000        | 0      | 0 - 150,000            | 0      |
| 145,001 - 250,000  | 2      | 150,001 - 250,000      | 1      |
| 250,001 - 325,000  | 5      | Over 250,000           | 5      |
| 325,001 - 750,000  | 10     |                        |        |
| Over 750,000       | 12     |                        |        |

First-Time Buyer relief may apply on the first £175,000 of residential purchases.

## Land Transaction Tax

Land and buildings in Wales

| Residential Band £  | Rate % | Non-residential Band £ | Rate % |
|---------------------|--------|------------------------|--------|
| 0 - 225,000         | 0      | 0 - 225,000            | 0      |
| 225,001 - 400,000   | 6      | 225,001 - 250,000      | 1      |
| 400,001 - 750,000   | 7.5    | 250,001 - 1,000,000    | 5      |
| 750,001 - 1,500,000 | 10     | Over 1,000,000         | 6      |
| Over 1,500,000      | 12     |                        |        |

Disclaimer: Rates are for guidance only. No responsibility for loss occasioned by any person acting/refraining from action as a result of this information can be accepted by the authors or firm.



# Gall Robertson CA

## inc. Charles Gray and Co

*Chartered Accountants  
& Business Advisers*

### **Tweedbank Office**

Tweedside Park, Tweedbank,

Galashiels TD1 3TE

**Tel:** 01896 751050

### **Peebles Office**

First Floor, 6 School Brae Business Centre,

Peebles EH45 8AT

**Tel:** 01721 723366

**Email:** [info@gallrobertsonca.co.uk](mailto:info@gallrobertsonca.co.uk)

**[www.gallrobertsonca.co.uk](http://www.gallrobertsonca.co.uk)**