

Corporation Tax

	Year ended 31 March	
	2011	2010
Normal rate	28%	28%
Small companies rate	21%	21%
Charged up to	£300,000	£300,000
Marginal relief up to	£1,500,000	£1,500,000
Marginal rate	29.75%	29.75%

VAT

	On and after 1 Jan 2010
Standard rate	17.5%
VAT as a fraction of the inclusive price	7/47
Annual turnover limits	
Registration (last 12 months or next 30 days)	£70,000
Deregistration	£68,000

National Insurance

Class 1 (2010/11 tax year)

Weekly pay	Employee's contributions	Employer's contributions
0.00 – £110.00	nil	nil
£110.01 – £844.00	11%	12.8%
Over £844.00	1%	12.8%

Class 1 (2011/12 tax year)

Weekly pay	Employee's contributions	Employer's contributions
0.00 – £110.00	nil	nil
£110.01 – £844.00	12%	13.8%
Over £844.00	2%	13.8%

At Venson we believe in Customer First. To make every customer feel like they are our only customer. We do this through a true partnership approach, tailoring our fleet management solutions to a customer's needs and developing new services as we go. Testimony to this is our client retention rate of over 95%.

Our givens:

- We provide a dedicated team that you and your drivers access directly. We don't use call centres, voicemail or hold customers in queues.
- We're independent. We're not driven by bank, finance house or manufacturer priorities.
- We listen to what you want and tailor a unique solution for you from our complete range of services. We don't tell you what you can buy.
- We have specialist technical capabilities such as workshop services and EFS. We're not just a contract hire company who hand off your specialist needs to third parties.
- We believe in no secrets and commercial transparency. We don't believe in hiding costs, taking sweeteners, or sacrificing long-term value for short-term gain.

For fleet solutions as individual as you call 08444 99 1402 or email info@venson.com

This pocket tax guide is intended to provide a quick reference to the current tax regulations for employers, drivers of company cars and employees. The content has been provided by Deloitte for informational purposes only and should not be relied on to cover specific situations or circumstances or as a substitute for professional advice.

The contents of this publication are intended to reflect the law and practice of UK taxation as it applies in 2010/2011 on the basis of information available on 1 April 2010.

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Pocket Car Tax Guide 2010/2011

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Income Tax rates

	2010/2011	2009/2010
Rate	Band	Band
%	£	£
20	0 – 37,400	0 – 37,400
40	37,401 – 150,000	37,401+
50	150,001+	

Personal allowances

	2010/2011	2009/2010
	£	£
Personal allowances		
Basic (see note 1)	6,475	6,475
Age related (see note 2)		
65 to 74	9,490	9,490
75 and over	9,640	9,640
Married couples (see note 2)		
Age related		
75 and over	6,965	6,965
Minimum amount	2,670	2,670

Notes

1. 2010/2011 Personal Allowance reduced by £1 for every £2 of income above £100,000. Applies irrespective of age.
2. Reduced by £1 for every £2 of income over £22,900 (2009/2010 £22,900).

Vehicle Excise Duty

Registered before 1 March 2001

Engine size	2010/2011
1,549cc and below	£125
Above 1,549cc	£205

Registered on or after 1 March 2001

VED band	CO ₂ emissions g/km	2010/2011 Standard rate Petrol & diesel*	2010/2011 First year rate Petrol & diesel*
A	Up to 100	0	0
B	101 – 110	20	0
C	111 – 120	30	0
D	121 – 130	90	0
E	131 – 140	110	110
F	141 – 150	125	125
G	151 – 160	155	155
H	161 – 170	180	250
I	171 – 180	200	300
J	181 – 200	235	425
K**	201 – 225	245	550
L	226 – 255	425	750
M	256+	435	950

* Alternative fuel discount: £10.

** Includes cars emitting over 225g/km registered between 1 March 2001 and 23 March 2006.

Company car benefit

	g/km of CO ₂		% of
2010/2011	2011/2012	2012/2013	list price
75 or below	75 or below	75 or below	5* #
76 - 120	76 - 120	76 - 99	10* †
		100	11*
		105	12*
		110	13*
		115	14*
130	125	120	15*
135	130	125	16*
140	135	130	17*
145	140	135	18*
150	145	140	19*
155	150	145	20*
160	155	150	21*
165	160	155	22*
170	165	160	23*
175	170	165	24*
180	175	170	25*
185	180	175	26*
190	185	180	27*
195	190	185	28*
200	195	190	29*
205	200	195	30*
210	205	200	31*
215	210	205	32*
220	215	210	33**
225	220	215	34***
230	225	220	35****

Car CO₂ emissions should be rounded down to the nearest 5g/km.

† 121–129g/km at 15% for 2010/2011
121–124g/km at 15% for 2011/2012

Effective until 5 April 2015

Fuel adjustments

Diesel supplements

- * add 3% if car runs solely on diesel
- ** add 2% if car runs solely on diesel
- *** add 1% if car runs solely on diesel
- **** maximum charge so no diesel supplement

The diesel supplement is waived if the car achieves Euro IV emissions standards and was registered before 1 January 2006, but this discount will be abolished from April 2011.

Alternative fuels

- Tax on cars which cannot produce CO₂ emissions under any circumstances (electric cars) is based on 0% of the car's list price until 5 April 2015.
- There is a 3% discount for hybrid petrol/electric cars.
- There is a 2% discount for all bi-fuel gas and petrol cars.

The discount for hybrid petrol/electric cars and bi-fuel gas/petrol cars will cease with effect from April 2011.

Fuel scale charge

Benefit in kind = £18,000 x % of list price (£16,900 in 2009/2010).

- % of list price is the same as that used for calculating the company car benefit in kind (see left).
- The diesel supplement and the alternative fuel discounts are also applicable.

Approved mileage rates

For privately owned cars

	Business mileage	
	Up to 10,000 miles	Excess over 10,000 miles
All cars	40p*	25p

* 10,000 miles threshold does not apply to National Insurance.

Capital allowances

From April 2009

CO ₂ emissions g/km	WDA
110 or below	100% First year capital allowances
160 or below	20% WDA – no cap (previously cap of £3,000)
Above 160	10% WDA – no cap (previously cap of £3,000)

From April 2009 balancing allowances or charges on the disposal of vehicles were abolished meaning that 100% recovery of capital allowances over the life of the car on the fleet is no longer available.

Cars acquired before April 2009 should continue to be treated under the rules prevailing at that time for a transitional period which ends on the last day of the business' first chargeable period to end on or after 31 March 2014 (for corporate tax) or 5 April 2014 (for income tax).

If there remains any balance of unrelieved expenditure after this 5 year period, the balance will be added to the unrelieved expenditure in the Main Plant & Machinery pool.

Leasing disallowance

Pre April 2009

Tax relief for leased expensive cars is limited. A proportion of the lease rentals is disallowed using the formula:

$$\frac{1}{2} (\text{Retail price} - \text{£12,000})$$

Retail price

This will continue until contracts entered into before April 2009 expire.

Post April 2009 – based on CO₂ emissions

Tax relief for leased cars is limited according to the CO₂ emissions as follows:

g/km of CO ₂	Allowed rentals	Disallowed rentals
	%	%
160 or below	100	0
Above 160	85	15

This applies to contracts entered into from this date.

VAT on private fuel

g/km of CO ₂	12 months VAT due	3 months VAT due	1 month VAT due
	£	£	£
120 or below	84.89	21.00	7.00
125	126.60	31.57	10.43
130	126.60	31.57	10.43
135	135.53	33.81	11.17
140	143.72	35.89	11.91
145	151.91	37.98	12.66
150	160.85	40.06	13.26
155	169.04	42.15	14.00
160	177.23	44.23	14.74
165	186.17	46.47	15.49
170	194.36	48.55	16.09
175	202.55	50.64	16.83
180	211.49	52.72	17.57
185	219.68	54.81	18.17
190	227.87	57.04	18.91
195	236.81	59.13	19.66
200	245.00	61.21	20.40
205	253.94	63.30	21.00
210	262.13	65.38	21.74
215	270.32	67.62	22.49
220	279.26	69.70	23.23
225	287.45	71.79	23.83
230 or above	295.65	73.87	24.57