

Budget 2024

Personal Income:

The rate of National Insurance will be cut from 10%, down to 8%, for employees; and will also be reduced from 8%, down to 6%, for those who are self-employed.

Reduced rate on the disposal of residential properties:

Where an individual disposes of a residential property, and makes a gain, and where so much of the gain falls within the higher/additional rate band, that individual is required to pay tax at a rate of 28%, following the Budget, that rate is to fall to 24%.

High Income Child Benefit Charge:

Where an individual receives into their household, Child Benefit, and that individual is the higher earner, and earns more than £50,000.00, there will be a charge to tax.

The charge is equal to 1% of the Child Benefit received, for every £100 earned over £50,000.00; therefore, where £60,000.00 is earned, all Child Benefit must be paid back to HMRC.

The Government is consulting with various departments to make this fairer – In the mean-time, from April, the threshold will be raised to £60,000.00, with an upper-ceiling of £80,000.00.

VAT:

From the 1st April 2024, the threshold where mandatory VAT registration is required, where taxable supplies exceed £85,000.00, is to be increased to £90,000.00.

Furnished Holiday Let Taxation:

Furnished Holiday Letting Relief will be abolished, due to the Government believing this will help alleviate the strain of housing in coastal areas, where landlords are purchasing residential properties and converting them to holiday lets.

Individuals who are resident, but non-domiciled:

From April, new arrivals into the UK will not be required to pay tax on foreign income and gains for the first four years of their stay, following this four-year period, those same individuals will be taxed as ordinary UK residents.

Further mentions from The Chancellor:

- £1bn in additional tax relief for creative industries over the next five years.
- Duty shall be charged on vaping products from October 2026.
- Fuel duty will be frozen for the 14th year in a row for another 12 months, maintaining the 5p cut.
- Tax reliefs for orchestral productions, will be made permanent.