

10.2

Costs of tax relief
Total amounts, by category of relief. Restricted to those reliefs for which accurate figures can be given.

Amounts: £ million

| Year | Reliefs for Charities | | | | | | Reliefs for individuals | | | | Individuals Total ¹ |
|----------------------|-----------------------------|---------------------------------|-----------------------------|------------------|---------------------|----------------------------------|-------------------------|-----------------------------|---|---|--------------------------------|
| | Tax Repayments ³ | Gift Aid Small Donations Scheme | National non-domestic rates | VAT | Stamp Duty Land Tax | Charities Total ^{1,2,3} | Inheritance Tax | Payroll Giving ⁴ | Gifts of shares and property ⁵ | Higher rate relief on Gift Aid and covenants ⁶ | |
| 1990-91 | 470 | .. | .. | .. | .. | .. | .. | .. | .. | 20 | .. |
| 1991-92 | 560 | .. | .. | .. | .. | .. | .. | .. | .. | 20 | .. |
| 1992-93 | 580 | .. | .. | .. | .. | .. | .. | .. | .. | 20 | .. |
| 1993-94 | 610 | .. | 470 | 200 | .. | 1,300 | 190 | .. | .. | 30 | 220 |
| 1994-95 | 670 | .. | 500 | 200 | .. | 1,350 | 210 | .. | .. | 30 | 240 |
| 1995-96 | 740 | .. | 540 | 200 | .. | 1,500 | 250 | 10 | .. | 30 | 290 |
| 1996-97 | 760 | .. | 580 | 200 | .. | 1,550 | 280 | 10 | .. | 60 | 350 |
| 1997-98 | 730 | .. | 590 | 150 | .. | 1,450 | 250 | 10 | .. | 90 | 350 |
| 1998-99 | 820 | .. | 610 | 150 | .. | 1,600 | 310 | 10 | .. | 100 | 420 |
| 1999-00 | 820 | .. | 630 | 150 | .. | 1,600 | 310 | 10 | .. | 100 | 420 |
| 2000-01 | 650 | .. | 660 | 150 | .. | 1,450 | 370 | 20 | 70 | 140 | 600 |
| 2001-02 | 630 | .. | 710 | 150 | .. | 1,500 | 390 | 20 | 50 | 150 | 610 |
| 2002-03 | 640 | .. | 740 | 200 | .. | 1,600 | 330 | 20 | 30 | 140 | 520 |
| 2003-04 | 670 | .. | 760 | 200 | 40 | 1,650 | 340 | 20 | 80 | 150 | 590 |
| 2004-05 | 660 | .. | 800 | 200 | 60 | 1,700 | 440 | 20 | 70 | 180 | 710 |
| 2005-06 | 780 | .. | 870 | 200 | 120 | 1,950 | 420 | 20 | 100 | 190 | 730 |
| 2006-07 | 860 | .. | 930 | 200 | 120 | 2,100 | 410 | 20 | 60 | 240 | 730 |
| 2007-08 | 920 | .. | 960 | 200 | 140 | 2,200 | 400 | 30 | 70 | 280 | 780 |
| 2008-09 | 970 ⁹ | .. | 1,040 | 200 | 190 | 2,400 | 350 | 30 | 40 | 300 | 720 |
| 2009-10 | 1,030 ⁹ | .. | 1,140 | 200 | 110 | 2,500 | 400 | 30 | 70 | 330 | 830 |
| 2010-11 ⁹ | 1,100 ⁹ | .. | 1,220 | 200 | 120 | 2,650 | 420 | 30 | 70 | 430 | 950 |
| 2011-12 | 1,080 ⁹ | .. | 1,390 | 250 | 130 | 2,850 | 450 ⁸ | 30 | 60 | 450 | 990 ⁸ |
| 2012-13 | 1,060 ⁹ | .. | 1,560 ⁸ | 250 ⁸ | 150 ⁸ | 3,000 ⁸ | 470 ⁸ | 40 | 70 ⁸ | 470 ⁸ | 1,050 ⁸ |
| 2013-14 | 1,060 ^{7,8} | 7 ^{8,10} | 1,590 ^{7,8} | 300 ⁸ | 310 ⁸ | 3,250 ^{7,8,11} | 500 ⁸ | 40 ⁸ | 70 ⁸ | 500 ⁸ | 1,110 ⁸ |

April 2014

¹ Components do not sum to totals because of rounding (see "Notes on the Tables" no. 5).

² This table does not include tax relief given to charities and corporate donors under section 339 and section 505 Income and Corporation Taxes Act 1988 or section 256 Taxation of Chargeable Gains Act 1992.

³ Following the Budget of 2000 corporate donations are paid gross and do not give rise to tax repayments to the charity. Figures for 2000/01 onwards are therefore not directly comparable with data for earlier years.

See Table 10.3 for estimates of tax repayments on corporate donations prior to that date.

⁴ Excludes the 10% payroll giving supplement which is included under tax repayments.

⁵ Relief commenced in the Budget of 2000. Corporate donations of shares and property are excluded because of lack of data.



⁶ Figures for the early years are particularly tentative.

⁷ Revised.

⁸ Provisional.

⁹ Budget 2007 announced a two per cent reduction in the basic rate of income tax from 22 per cent to 20 per cent to take effect from April 2008.

As the Gift Aid scheme allows charities to reclaim the basic rate of tax on qualifying donations this change reduced the repayment income received by charities.

To compensate for this the Government announced at Budget 2008 a transitional rate for charities using the Gift Aid scheme.

This allow charities time to adjust to the new basic rate. This figure includes the transitional relief.

¹⁰ This estimate represents payments made as at 31 March 2014.

As representing public expenditure, this is not included in the total reliefs to charities.

¹¹ Does not include GASDS.

Notes on the Tables

1. The above table previously showed details of covenants to charities.

Since the Budget of 2000 covenants have been re-classified as Gift Aid and hence figures on donations are now included in table 10.3.

2. This table now shows all figures relating to reliefs given to charities and those to taxpayers where data is of sufficient quality to enable accurate costs to be ascertained.

The estimates for non-domestic rates relief cover mandatory and discretionary relief used by charities and are based on returns from local authorities.

The figures on relief from VAT are the cost of zero rating of supplies to charities. The VAT figures are tentative and subject to a wide margin of error.

The Stamp Duty Land Tax (SDLT) figures represent relief from land purchases by charities and come from a new data source which became available when SDLT replaced stamp duty.

Relief to charities on Stamp Duty Reserve Tax, chargeable on transactions in securities, is not included.

3. Figures include relief for gifts of shares (from 2000-01) and property (from 2002-03) derived from self-assessment returns.

Forecasts have been made for 2010-11 and 2011-12 for both shares and property.

4. Figures for the two most recent years of the table are provisional and therefore subject to revision in future versions of this table.

When revisions are made to earlier figures this is indicated using the appropriate footnote.

5. Different columns are rounded to different levels reflecting the accuracy of the figures.

.. The entry has been suppressed for years where little or no data is available

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