

Self Assessment Success 2019/20

Tax Computations

Sue has the following income from the 2019/20 tax year. Employment of £8,000, dividends of £42,000 and savings income of £8,000. Calculate her taxable income.

	Total	Non-Savings	Savings	Dividends
Employment	8,000	8,000		
Dividends	42,000			42,000
Savings	8,000		8,000	
Net Income	58,000	8,000	8,000	42,000
Less: Personal Allowance	(12,500)	(8,000)	(4,500)	
Taxable Income	45,500	0	3,500	42,000

Peter has the following income from the 2019/20 tax year. Employment of £32,000, dividends of £8,000 and savings income of £1,000. Calculate his taxable income.

	Total	Non-Savings	Savings	Dividends
Employment	32,000	32,000		
Dividends	8,000			8,000
Savings	1,000		1,000	
Net Income	41,000	32,000	1,000	8,000
Less: Personal Allowance	(12,500)	(12,500)		
Taxable Income	28,500	19,500	1,000	8,000