

Tax Rates & Allowances 2009/10

Authorised Mileage Rates:

Cars	up to 10,000 miles - 40p over 10,000 miles - 25p
Bicycles:	20p
Motorcycles:	24p

These rates represent the maximum tax-free mileage allowances for employees using their own vehicles for business. Any excess is taxable. If the employee receives less than the statutory rate, tax relief can be claimed on the difference.

Car & Fuel Benefits:

Company Cars 2009/10

CO₂ emissions (gm/km) **% of car's list price taxed**
(round down to nearest
5gm/km)

up to 135	15
140	16
145	17
150	18
155	19
160	20
165	21
170	22
175	23
180	24
185	25
190	26
195	27
200	28
205	29
210	30
215	31
220	32
225	33
230	34
235 and above	35

Company cars

For diesel cars add a 3% supplement but maximum still 35%.

Euro IV diesel cars registered before 1 January 2006 do not suffer the 3% supplement.

Discounts apply to certain environmentally friendly cars.

A 10% rate applies to non-electric cars with emissions of no more than 120gm/km. Environmentally friendly discounts do not apply to these cars but the diesel supplement does.

For cars registered before 1 January 1998 the charge is based on engine size.

The list price includes accessories and is subject to an upper limit of £80,000.

The list price is reduced for capital contributions made by the employee up to £5,000.

Fuel benefits

£16900 x 'appropriate percentage'.

The appropriate percentage is the percentage used to calculate the taxable benefit of the car for which the fuel is provided.

The charge is proportionately reduced if provision of private fuel ceases part way through the year.

The fuel benefit is reduced to nil only if the employee pays for all private fuel.

Van benefit per vehicle (2009/10 and 2008/09)

Van Benefit: £3,000

Fuel Benefit: £500

The charges will not apply if a 'restricted private use condition' is met throughout the year.