

Charity Data and HMRC

3 February 2014

Plan of presentation

- Overview: costs of charity tax reliefs
- Classification of reliefs by data
- Issues about Gift Aid
- Recent activity
- Conclusions
- Questions

Overview: costs of tax relief

10.2

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

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 ⁷	30	70	430	950 ⁷
2011-12	1,080 ⁹	..	1,390	250	130	2,850	450 ⁷	30	60 ⁷	450	990 ^{7,8}
2012-13	1,060 ^{8,9}	..	1,560 ^{7,8}	250 ^{7,8}	150 ^{7,8}	3,000 ⁸	470 ^{7,8}	40 ⁸	70 ⁸	470 ⁸	1,050 ^{7,8}
2013-14	1,110 ⁸	2 ¹⁰	1,630 ⁸	300 ⁸	260 ⁸	3,300 ^{8,11}	500 ⁸	40 ⁸	70 ⁸	500 ⁸	1,110 ⁸

Amounts: £ million

December 2013

Classification of reliefs by data

- Atomic data for charities
 - Gift Aid, SDLT
- Atomic data for donors
 - Gift Aid (some cases), Corporation Tax (most cases), Shares & Property Relief, Higher Rate Relief, IHT
- No atomic data
 - Payroll Giving, Non-Domestic Rates Relief, VAT
- Conclude that Gift Aid is obvious thing to look at in more detail

Issues about Gift Aid: Charities

- Would need their permission to publish details about individual charities
- Categorise by activities?
 - Code number: incomplete table
 - Different coverage from (for example) Charity Commission
 - Different 'units' from Charity Commission data

Issues about Gift Aid: Donors

- Higher Rate/Additional Rate relief claimers
 - not all in Self Assessment
 - total donations for year—not linked to specific charities
 - can link SA cases to other data: income, age, sex etc
- All donors (from 2013/14)
 - donation linked to charity
 - surname and postcode: difficult to link to other data

Recent Activity/1

- Consultation on National Statistics in Spring/Summer 2012
 - 29 responses
 - Main requests:
 - More commentary [actioned]
 - Explanation of methodology [actioned]
- Specific data items (no clear consensus):
 - Granular data on Gift Aid donors
 - Geographical breakdown of Gift Aid
 - Detailed information on Payroll Giving

Recent Activity/2

- Met representatives of Charity Tax Forum in October
 - Atomic data—sharing restricted by legislation => Datalab projects
 - National Statistics criteria: reliable, valid, material durable, need consultation for change
 - Interested in:
 - **Simple projects to characterise Gift Aid charities**
 - **HR Donor breakdown, geographical breakdown of HR donors by Government Office Regions, LA breakdown of Non-domestic rates relief**
- More specific suggestions promised for 6 December

Recent Activity/3

- NAO/PAC on Gift Aid
 - Sharing of Gift Aid data with charities
 - Top 10 Gift Aid recipients
 - Corporation Tax Relief

Conclusions

- Not possible to publish details on individual charities in principle
- Publishing categories difficult in practice
 - Link to external data without common identifier
- Could enhance National Stats along lines stated
 - HR Donor breakdown, geographical breakdown of HR donors by Government Office Regions, LA breakdown of Non-domestic rates relief
 - Corporation Tax Relief
 - **Need to define priorities!**

Questions

Table 10.1: Repayments under Gift Aid system

10.1

Repayments of tax and payments of tax credits to charities

Total amounts, by category of income

Amounts: £ million

Repayment Year	Total Tax Repayments ⁷	Repayment Category				
		Gift Aid ⁷	Transitional Relief ^{1,7}	Covenants ⁷	Tax Credits on UK dividends ^{2,7}	Income received with tax deducted ^{3,7}
1990-91	470	10	..	210	170	90
1991-92	560	50	..	220	200	90
1992-93	580	70	..	200	210	100
1993-94	610	80	..	210	220	100
1994-95	670	110	..	220	240	100
1995-96	740	110	..	240	280	110
1996-97	760	130	..	250	290	80
1997-98	730	180	..	260	240	60
1998-99	820	310	..	290	170	50
1999-00	820	210	..	310	260	40
2000-01 ⁴	650	220	..	190	200	40
2001-02	630	420	..	20	150	40
2002-03	640	510	..	10	100	30
2003-04	670	590	..	0	60	30
2004-05	660	630	..	0	10	20
2005-06	780	750	..	0	0	30
2006-07	860	830	..	0	0	30
2007-08	920	900	..	0	0	20
2008-09	970	890	60	0	0	20
2009-10	1,030	900	110	0	0	20
2010-11	1,100	960	120	0	0	20
2011-12	1,080	1,000	50	0	0	20
2012-13 ^{5,6}	1,060	1,040	0	0	0	20

June 2013

Table 10.3: Gift Aid and donations

10.3

Gift Aid and Covenants

Amounts donated and tax repayments to charities on donations from an individual or company

Amounts: £ million

Repayment Year	Gross Amounts Donated			Gift Aid Donation Amount (net of basic rate income tax)			Tax Repayments To Charities On Gift Aid Donations		
	Total ⁷	Covenant ⁷	Gift Aid ^{4,7}	Total Donation ^{4,7}	From Individuals ^{3,7}	From Companies ^{3,7}	Total Repaid ^{4,7}	From Individuals ^{3,7}	From Companies ^{3,7}
1990-91	870	830	40	30	20	10	10	10	0
1991-92	1,070	850	220	160	90	70	50	30	20
1992-93	1,090	800	290	220	120	100	70	40	30
1993-94	1,150	830	330	250	140	110	80	50	40
1994-95	1,360	900	460	340	170	180	110	60	60
1995-96	1,390	950	440	330	160	170	110	50	60
1996-97	1,570	1,030	550	410	210	200	130	70	70
1997-98	1,890	1,130	760	580	320	270	180	100	80
1998-99	2,580	1,250	1,330	1,020	370	650	310	110	200
1999-00	2,230	1,330	910	700	430	270	210	130	80
2000-01 ³	1,850	850	1,000	770	..	..	220	..	..
2001-02 ³	1,980	100	1,880	1,470	..	..	420	..	..
2002-03	2,330	30	2,300	1,790	1,790	..	510	510	..
2003-04	2,680	10	2,670	2,080	2,080	..	590	590	..
2004-05	2,840	0	2,840	2,220	2,220	..	630	630	..
2005-06	3,410	0	3,410	2,660	2,660	..	750	750	..
2006-07	3,770	0	3,770	2,940	2,940	..	830	830	..
2007-08	4,080	0	4,080	3,180	3,180	..	900	900	..
2008-09	4,300	0	4,300	3,350	3,350	..	950	950	..
2009-10	4,580	0	4,580	3,570	3,570	..	1,010	1,010	..
2010-11	4,910	0	4,910	3,830	3,830	..	1,080	1,080	..
2011-12	5,020	0	5,020	3,970	3,970	..	1,060	1,060	..
2012-13 ^{5,6}	5,170	0	5,170	4,130	4,130	..	1,040	1,040	..

June 2013

Table 10.4: Gift Aid Repayments to Charities

10.4 Gift Aid Repayments To Charities

Count of charities and total amounts of repayments of basic rate income tax.
Split into annual repayment bands and year in which claim for repayment was made.

Annual repayment (£)	2003-04		2004-05		2005-06		2006-07		2007-08		2008-09		2009-10		2010-11 ¹		2011-12 ¹		201 Count ³
	Count ³	Repaid (£ m)	Count ³	Repaid (£ m)	Count ³	Repaid (£ m)	Count ³	Repaid (£ m)	Count ³	Repaid (£ m)	Count ³	Repaid (£ m)	Count ³	Repaid (£ m)	Count ³	Repaid (£ m)	Count ³	Repaid (£ m)	
Up to 1k	24,450	9	26,580	10	27,820	10	28,760	11	29,760	11	29,060	11	29,250	12	25,570	10	26,110	11	25,430
1-5k	17,410	42	18,320	44	19,130	46	19,610	47	20,420	49	20,310	49	21,310	51	20,130	48	21,770	53	21,110
5-10k	5,850	41	6,180	44	6,400	45	6,830	49	7,100	51	7,010	50	7,350	52	7,150	51	7,550	54	7,160
10-50k	5,660	110	6,190	122	6,780	136	7,230	146	8,000	164	7,900	161	8,400	173	8,300	172	8,790	182	8,110
50-100k	550	37	650	45	760	53	850	58	1,010	70	1,000	68	1,040	71	1,020	70	1,090	75	970
100-500k	420	84	470	95	510	105	640	128	720	140	720	144	810	164	790	157	850	168	760
500k-1m	50	37	70	49	80	55	80	52	90	61	100	72	90	64	110	76	90	65	90
Over 1m	60	217	70	231	80	304	90	349	100	349	100	376	110	417	110	486	120	445	100
Total	54,470	577	58,530	640	61,570	754	64,070	839	67,180	895	66,210	931	68,360	1,005	63,180	1,071	66,370	1,052	63,740

Payroll giving scheme

Number of donors, amounts donated and cost of relief

Numbers: thousands; Amounts: £ million

	Donors ¹	Gross amounts donated	Cost of income tax relief ²
	280	9	2
	300	11	3
	280	13	4
	300	15	4
	290	16	4
	240	18	5
	300	22	5
	370	27	7
	400	29	7
	760	37	9
	560	55	20
	500	73	25
	520	86	30
	530	85	30
	578	83	20
	605	85	20
	644	89	30
	758	109	30
	754	104	30
	724	106	30
	720	114	30
	735	118	30
	1,022 ⁴	155 ⁴	40

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Table 10.8: Payroll Giving Scheme

10.8

Payroll giving scheme

Number of donors, amounts donated and cost of relief

Numbers: thousands; Amounts: £ million

Year	Donors ¹	Gross amounts donated	Cost of income tax relief ²
1990-91	280	9	2
1991-92	300	11	3
1992-93	280	13	4
1993-94	300	15	4
1994-95	290	16	4
1995-96	240	18	5
1996-97	300	22	5
1997-98	370	27	7
1998-99	400	29	7
1999-00 ³	760	37	9
2000-01 ³	560	55	20
2001-02	500	73	25
2002-03	520	86	30
2003-04	530	85	30
2004-05	578	83	20
2005-06	605	85	20
2006-07	644	89	30
2007-08	758	109	30
2008-09	754	104	30
2009-10	724	106	30
2010-11	720	114	30
2011-12	735	118	30
2012-13	1,022 ⁴	155 ⁴	40

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