

Gift Aid Declaration

I am a UK taxpayer and want Arts University Bournemouth to claim Gift Aid on all donations I make on or after the date of this declaration. I am also happy for the University to claim Gift Aid on all donations I have made in the last four years.

I confirm I have paid or will pay an amount of Income Tax and/or Capital Gains Tax for each tax year (6 April to 5 April) that is at least equal to the amount of tax that all charities or Community Amateur Sports Clubs that I donate to will reclaim on my gifts for that tax year. I understand that other taxes such as VAT and Council Tax do not qualify.

I understand the charity will reclaim 28p of tax on every £1 that I gave up to 5 April 2008 and will reclaim 25p of tax on every £1 that I give on or after 6 April 2008.

Tax Efficient Giving

Gift Aid

Through the Government's Gift Aid scheme, the value of your donation to the CRAB Drawing Studio Appeal will be 25% greater if you are a UK taxpayer.

This means that a donation of £100 is worth £125 to the appeal and at no additional cost to you provided you have paid sufficient tax! To enable us to claim the extra income on your donation, you will need to fill out a simple Gift Aid declaration form or when donating online tick a box to make the same declaration.

Tax Relief

In addition to Gift Aid, higher-rate UK taxpayers (who pay tax at 40% or 45% of their income) are able to claim tax relief on their donations. The amount they can claim back is the difference between the higher and basic rate of tax on their donations.

So, for higher rate tax payers, if you donate £100 you can claim back:

- £25 if you pay tax at 40% ($£125 \times 20\%$)
- £31.25 if you pay tax at 45% ($£125 \times 20\%$) plus ($£125 \times 5\%$)

There is further benefit where your taxable income is between £100,000 and £115,000 and you are losing some or all of your personal allowance. By making a gift aid donation, the allowance can be restored which doubles your relief.

Example

Your total income is £110,000, which reduces your personal allowance by £5,000 (£2 for every £1 in excess), thereby increasing your tax by £2,000. ($£5000 \times 40\%$).

By gifting **£8,000** (£10,000 after uplift for tax), your full personal allowance is restored, reducing your tax by £2,000. You also obtain higher rate tax relief of £2,000 on the gift, thereby making the net cost of the gift to you **£4,000**.

You can make this claim on your self-assessment tax return. For more information, please refer to the GOV.UK website under 'Tax relief when you donate to a charity'.