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HELP SHEETS AND LEAFLETS

Help Sheets and leaflets giving more detailed information about particular tax rules for the Ministers of Religion Pages are available from the Orderline. They can also be seen on our website at www.inlandrevenue.gov.uk

- IR124: *Using your own vehicle for work*
- IR134: *Income tax and National Insurance contributions on relocation packages*
- IR136: *Income tax and company vans - a guide for employees and employers*
- IR201: *Vouchers, credit cards and tokens*
- IR202: *Living accommodation*
- IR203: *Car benefits and car fuel benefits*
- IR204: *Lump sums and compensation payments*

- IR205: *Seafarers' Earnings Deduction*
- IR206: *Capital allowances for employees and office holders*
- IR207: *Non-taxable payments or benefits for employees*
- IR211: *Employment - residence and domicile issues*
- IR214: *Service benefits connected with job-related living accommodation*
- Booklet 480: *Expenses and Benefits - A Tax Guide*

Filling in the Ministers of Religion Pages

Gather together the material you need, such as:

- your P60 (or a P14 if you operated PAYE directly yourself)
- P11D, P9D or equivalent information if you received benefits or expenses payments
- receipts for allowable expenditure you have paid
- any Help Sheets you have asked for.

Fill in these Pages if you were:

- a minister of religion holding any post or appointment as such, **or**
- an employee, and the duties of your employment consisted of acting wholly or substantially as a minister of religion.

Why separate Pages for ministers?

Some tax rules apply only to clergymen and ministers of religion. Also, your income and expenses may be different from other taxpayers. These Notes will help you to understand the special rules, give you some guidance about various sorts of income and tell you what expenses you can deduct in order to work out the amount which is taxable.

How are ministers taxed?

The same tax rules apply to ministers of all faiths, religions and denominations. References in these Notes to a church include a mosque, stupa, synagogue, temple, and so on, and any body of persons representing or acting on behalf of these. 'Vicarage or manse' includes any building in which you live and from which you perform the duties of your ministry.

Most ministers are office holders or employees and pay tax on the income from any offices or employments they hold. These Pages cater for this income. If the particular circumstances of your ministry are not covered in these Notes, ask your Inland Revenue office or tax adviser for guidance. If you think you are self-employed, ask the Orderline for the Self-employment Pages.

What income should I include?

Include any income connected with your work as a minister, such as fees from weddings and funerals, and chaplaincy income. Enter income not connected with your ministry (or capital gains) elsewhere in your Tax Return. See your Tax Return Guide for help.

Income as a minister of religion
Income

Give details of the full amount of your gross income before expenses, even if you have made over some of that income to a charity.

- Salary or stipend

boxes 1M.1 and 1M.2 Enter here the gross amount (that is, before Income Tax and National Insurance contributions are taken off) you received in the tax year to 5 April 2004 and the PAYE tax deducted. These figures will be shown on your P60 (or P45(Part 1A) if your post ceased in the year). If you work out your own PAYE and send this tax directly to us, enter the amount shown for the year on your part of the form P14.

If you received a lump sum payment that you have to enter in boxes 1M.43 to 1M.47 and the payment was included on your P45, make sure you deduct the full amount of the payment (before tax) from the figure you enter in box 1M.2. In such a case, do not make any adjustment to the amount of PAYE tax deducted and entered in box 1M.1. This remains the figure shown on your P60 or P45.

- Fees

box 1M.3 Enter the total fees due to you for services (marriages, burials and cremations for instance), preaching, etc.

If fees are included with your salary in the P60 figure you have entered in box 1M.2, do not enter them again in box 1M.3.

- Offerings

box 1M.4 Any offerings or collections that you can keep by right, tradition or custom form part of your taxable income. Enter the total for the year.

- Gifts and grants

boxes 1M.5 and 1M.6 Enter in box 1M.6 the total of any gifts and grants you receive because of your work as a minister. Do not include personal gifts, such as birthday presents, or gifts and lump sum grants made to you in order to alleviate hardship peculiar to your own circumstances. Grants given to clergymen generally, rather than for your own circumstances, are taxable and you should include them here. If you are unsure if a grant is taxable, ask your Inland Revenue office or tax adviser.

Enter in box 1M.5 any UK tax deducted.

If a taxable gift is made in kind (that is, other than in cash - for instance, a motor car), the taxable value depends on whether your earnings were at a rate of £8,500 a year or more (see 'Benefits and expenses payments received' on page MN3). If they were, the taxable value may depend on the nature of the asset and whether it has been used or depreciated before it was given to you. See booklet 480: *Expenses and Benefits - A Tax Guide*, available from the Orderline, or ask your Inland Revenue office or tax adviser for help. If your earnings (including the gift) were at a rate of less than £8,500 a year, the taxable value is what you could sell the gift for, that is, its second hand value. You should use this value whether or not you actually sell it.

- Personal expenses, and vicarage or manse expenses, paid for you

box 1M.7 Enter the total amount of any personal expenses (for instance, if the Church Council pays a repair bill for your car), and any bills for lighting, heating and maintaining your vicarage or manse for which you are responsible, and which have been paid for you. You may be able to claim a deduction for some of these amounts. See the notes for boxes 1M.24 to 1M.31 on pages MN5 and MN6.

If you are a full-time minister and a church corporation or charity provides you with accommodation to live in and from which you carry out your ministerial responsibilities, then certain amounts paid on your behalf or made good to you are not taxable. These are Council Tax, general rates (Northern Ireland) and water charges. Do not include them in your taxable income.

If your earnings (including benefits and expenses) were at a rate of less than £8,500 a year, some vicarage expenses are not taxable. See the note for box 1M.23 on page MN4 for more information, but you must give details of the expenses in box 1M.7.

- Living accommodation, vouchers and credit cards

box 1M.8 If you are provided with living accommodation from which you carry out your ministry, the value of your private occupation of the accommodation is normally exempt from tax. However, it is taxable if your post is administrative rather than pastoral. Your church may have given you a figure for this. Ask the Orderline for *Help Sheet IR202: Living accommodation* if you wish to check this or work out the figure yourself.

Your income, with some exceptions, includes the value of any vouchers and the value of goods or services obtained with a credit card or token provided to you by reason of your post or appointment. If you need further information so that you can check figures given to you by your church, or work them out yourself, ask the Orderline for *Help Sheet IR201: Vouchers, credit cards and tokens*. If you used the vouchers or credit card to meet expenses of your job, include the value before any deduction in box 1M.8 and claim a deduction for any allowable expenses in boxes 1M.24 to 1M.31 - see the notes starting on page MN5.

- Round-sum expenses and rent allowances

boxes 1M.9 and 1M.10 Enter the total of any round-sum allowances paid to you, and any UK tax deducted, unless these are included in the figures on your P60. Also include any allowance paid to you to help you meet rent or mortgage payments. You may be able to claim a deduction for the expenses you pay out of a round-sum allowance or for part of any rent you pay. Do this in boxes 1M.24 to 1M.31 - see the notes starting on page MN5.

- Excess mileage allowance and passenger payments

box 1M.11 **Mileage allowance payments**

If you are paid an allowance for using your own car, van, motorcycle or cycle for business journeys, the amount you receive may be more than the maximum you can receive free of tax under the rules for Approved Mileage Allowance Payments (AMAPs).

- The extra amount is a taxable profit and will be shown on form P11D which your church will give you; enter this in box 1M.11.
- If the amount you receive is less than the AMAPs amount, you can claim relief on the shortfall in box 1M.26 (see the notes on page MN5 for more details of this).

More information about this, and about motor expenses, is in leaflet *IR124: Using your own vehicle for work*, available from the Orderline.

Passenger payments

If the church pays you an allowance for carrying passengers on a business journey that you make, the amount you receive may be more than the maximum you can receive free of tax as 'passenger payments'.

- The extra amount is a taxable profit and will be shown on form P11D which your church will give you; add this to any extra taxable profit described in the notes above and enter the total in box 1M.11.
- If the amount you receive is less than the maximum, you cannot claim any relief for the shortfall.

The maximum you can receive in 2003-04 is 5p per passenger per mile.

More information about this, and about motor expenses, is in leaflet *IR124: Using your own vehicle for work*, available from the Orderline.

- Any other income from your post or appointment, and balancing charges

boxes 1M.12 and 1M.13

Enter in boxes 1M.12 and 1M.13 the amount of any other income (and UK tax on that income) from this post. If you hold a chaplaincy because it goes with your post by right, tradition or custom, then include the income from it here. However, income (and tax deducted from that income) from chaplaincies that are separate from your main appointment should be included in boxes 1M.35 and 1M.36.

Balancing charges

If you have disposed of an asset for which you have claimed capital allowances, include any balancing charge in box 1M.13. If you need help, ask the Orderline for *Help Sheet IR206: Capital allowances for employees and office holders*. You cannot claim capital allowances and balancing charges on your own vehicle after tax year 2001-02.

box 1M.14

Add up figures in boxes 1M.1, 1M.5, 1M.9 and 1M.12 and enter the result in box 1M.14.

box 1M.15

Add up figures in boxes 1M.2, 1M.3, 1M.4, 1M.6, 1M.7, 1M.8, 1M.10, 1M.11 and 1M.13 and enter the result in box 1M.15. Also, fill in box 1M.23 if appropriate, but read the notes on page MN4 first.

Benefits and expenses payments received

Enter in boxes 1M.16 to 1M.21 benefits (and expenses payments) provided to you or members of your family or household.

You only pay tax on these if your ministerial earnings* were at a rate of £8,500 a year or more. Do not enter in boxes 1M.16 to 1M.21 any amounts you have already entered elsewhere.

If your church provides you with benefits or taxable expenses, it should have sent us details of these. They will be on the P11D or equivalent document. Your church will either give you a copy or tell you what is shown on it.

The details you get will not include any items for which your church has a dispensation and you do not need to include these items on your Tax Return. (A dispensation is an arrangement that your church may have made with us. It saves you the trouble of including on your Return a ministerial expense which you paid, for which you have been reimbursed.)

The taxable amount of a benefit is called the 'cash equivalent'. There is more detailed information about this, the £8,500 threshold and the meaning of 'family or household' in booklet 480: *Expenses and Benefits - A Tax Guide*, available from the Orderline.

- Car and car fuel benefits

boxes 1M.16 and 1M.17

Enter in box 1M.16 the cash equivalent of cars made available to you (or to members of your family or household) for private use. Your church (or whoever provided the car) should give you a figure.

You also have to pay tax on the benefit of fuel provided for private travel in a car made available to you. Your church (or whoever provided the fuel) will give you a figure for the fuel charge. Enter this in box 1M.17.

Ask the Orderline for *Help Sheet IR203: Car benefits and car fuel benefits* if you want to check any of the figures or work out the cash equivalent yourself.

If you use your own car for work, see the notes for boxes 1M.11 and 1M.26. If you have been given a car outright, see also the notes on box 1M.6.

- Vicarage or manse services and benefits

box 1M.18

Enter in box 1M.18 the amount you receive towards the cost of running and maintaining the vicarage or manse. Exclude any amounts you have put in box 1M.7 (because they were your responsibility). Examples of what to include here are:

- heating, lighting and cleaning bills; expenses of repairing, maintaining and decorating the premises (including the garden) that are the responsibility of the church.** You should **exclude** structural repairs and decoration of the exterior of the premises, and any repairs to fixtures and fittings that would be the responsibility of the landlord if the premises were let to you on a tenant's repairing lease. If you need any help, ask your Inland Revenue office or tax adviser
- furniture, soft furnishings, fitted carpets and other normal domestic effects provided for your use.** The cash equivalent of these is usually based on 20% of their open market value when they were first provided as a benefit
- domestic services (other than cleaning).

If you use the premises partly for work, exclude a proportion of the amount to cover the part in which you work. For instance, if you have nine rooms and use one as a study for ministerial work, divide the expenses by nine and exclude one-ninth in box 1M.18.

However, if you do this you cannot claim a deduction for expenses (box 1M.25) for the excluded amount.

* Including benefits and expenses you receive and after you make any adjustment to accommodation service benefits on *Help Sheet IR214: Service benefits connected with job-related living accommodation*, but before you deduct allowable expenses.

** If you are provided with living accommodation that is exempt from tax (see the note on box 1M.8 on page MN2), the taxable amount on these items is subject to a ceiling of 10% of your net earnings (including benefits and expenses). If you think this applies to you, ask the Orderline for *Help Sheet IR214: Service benefits connected with job-related living accommodation*.

● Interest-free and low-interest loans

box 1M.19 Enter in box 1M.19 the cash equivalent of any interest-free or low-interest loan. Your church (or whoever provided you with the loan) should have given you a figure for this. For more information about the taxation of interest-free and low-interest loans generally, ask the Orderline for leaflet *IR145: Low interest loans provided by employers*.

● Other benefits

box 1M.20 Enter in box 1M.20 the cash equivalent of any other benefits you received not covered elsewhere in the Ministers of Religion Pages. If your church, or some other body, has made payments for you to an unapproved retirement benefits scheme, or you have received payments from one, do not include these in box 1M.20. See the notes for boxes 1M.43 to 1M.46. Cash equivalents are arrived at in different ways, according to the type of benefit.

The cash equivalent of benefits (for example, private medical or dental insurance) is generally what the benefit cost the person who provided it, *minus* any amount you made good to that person. If that cost represents benefits for more than one minister or employee, the cash equivalent for each will be based on a proportion of the whole amount.

If you were provided with a van, ask the Orderline for leaflet *IR136: Income tax and company vans - a guide for employees and employers*.

If an asset (such as a car or furniture) has been transferred to you, or an asset other than land has been provided for your private use (apart from anything in the note on box 1M.18), see booklet 480: *Expenses and Benefits - A Tax Guide* available from the Orderline.

Some of the more common benefits are listed in Working Sheet 1 below. Use this to help you arrive at a total for box 1M.20.

Working Sheet 1 - other benefits

Assets transferred to you or your family	£
Assets provided for your, or your family's use	£
Telephone(s)	£
Subscriptions	£
Goods or services provided	£
Nursery places provided (see booklet 480)	£
Educational assistance provided (see booklet 480)	£
Relocation allowances (see note below)	£
All other benefits (including food)	£
Total	A £

Copy the figure in box A to box 1M.20

Relocation packages

Any payments you receive from, or any goods or services provided to you by, your church or representative body when you move house are part of your taxable earnings. However, if you move house for job purposes and meet certain conditions, the first £8,000 of any help for each move is exempt from tax.

We require your church to tell us about the excess of any relocation expenses and benefits over the £8,000 limit.

Your church should give you details of the amount to include in box 1M.20. More detailed information about relocation packages is in leaflet *IR134: Income tax and National Insurance contributions on relocation packages*, available from the Orderline.

● Expenses payments made to you

box 1M.21 Enter the total of payments or reimbursements made to you, apart from amounts you have already included in boxes 1M.7 or 1M.10. Do not include amounts for which the church has a dispensation. If you want more information about expenses payments, ask the Orderline for booklet 480: *Expenses and Benefits - A Tax Guide*.

■ Taxable income, benefits and expenses received

box 1M.22 Add together figures in boxes 1M.16 to 1M.21.

box 1M.23 Enter in box 1M.23 the amount of your taxable income and benefits as a minister. What this figure is depends on whether your income in box 1M.15 plus the benefits and expenses in box 1M.22 is at the rate of £8,500 (or more) a year, or less than £8,500.

If it is £8,500 or more a year, enter in box 1M.23 the total of boxes 1M.15 and 1M.22.

If you were under the £8,500 threshold, you can by concession exclude from your taxable income certain sums paid on your behalf (or reimbursed to you) for a vicarage or manse provided to you by a charity or ecclesiastical corporation. To do this, complete Working Sheet 2 below, entering some of the amounts you have already included in box 1M.7. Then subtract the total in box B from the figure in box 1M.15 and enter the result in box 1M.23. That is, if box 1M.15 plus box 1M.22 is less than £8,500 a year, you should exclude box 1M.22 and the relevant part of box 1M.7 from the total you enter in box 1M.23.

Working Sheet 2 - excluded items and other benefits

Amounts paid for you or reimbursed to you

• Heating and lighting	£
• Cleaning	£
• Gardening	£
Total	B £

Expenses paid out as a minister of religion

You can only deduct expenses that you have met out of your income (including benefits and expenses payments) of your post or appointment. **If benefits and expenses payments you receive are not taxable because you are below the £8,500 threshold, then you must not claim a deduction for expenses you meet out of non-taxable amounts.**

- Rent

box 1M.24 If you rent a house and part of it is used mainly for work, you may deduct an appropriate part. For example, if you have nine rooms and use one as a study for ministerial work, deduct one-ninth of the rent you pay. However, the deduction must not be greater than a quarter of the rent you pay.

- Maintenance, repairs and insurance of vicarage, manse, etc.

box 1M.25 If you are a full-time minister and a church corporation or charity provides you with accommodation in which you live and from which you work, then you may deduct one quarter of what you spend to maintain, repair or insure it.

The notes for box 1M.31 tell you when you can claim a deduction in other circumstances; for instance, if you are part-time or perform your duties from a house you own. If you are also claiming a deduction for maintenance, repairs and so on at box 1M.31, you must restrict the one-quarter claimed in box 1M.25 by the amount claimed in box 1M.31. If you need help with this, ask your Inland Revenue office or tax adviser.

- Travelling expenses and capital allowances

box 1M.26 You can deduct the travelling costs of your job.

Mileage allowance expenses - what you can claim

If you use your own car, van, motorcycle or cycle for business journeys you can receive up to the amounts shown below, and need not include these on your Return. If your church pays you an allowance, see the note for box 1M.11 on page MN2. If you are paid less than the maximum, or nothing at all, you can claim the shortfall. You need to keep a record of:

- your business mileage for each type of vehicle, **and**
- the amount of mileage allowance expenses you receive

The amounts to use are:

Kind of vehicle	Rate
Car or van	40 pence per mile for the first 10,000 miles 25 pence per mile thereafter
Motorcycle	24 pence per mile
Cycle	20 pence per mile

Example

You travelled 16,000 business miles. The maximum you can receive free of tax is:

10,000 miles at 40 pence	£4,000
6,000 miles at 25 pence	£1,500
Total	£5,500

If you received only £3,500, you can claim relief on the shortfall of £2,000 here.

Once you have identified the expenses you wish to claim

Add together:

- any shortfall on mileage allowance expenses
- the accommodation/meal costs you spent on business journeys
- the other business expenses. These would include, for example, business telephone calls and fax/photocopying costs etc., but not personal items such as the cost of telephone calls home, daily newspapers and laundry.

Then enter the total in box 1M.26.

As with all expenses claims, you should keep a record of amounts paid and any receipts/vouchers you have in case we ask for them. Do not send them with your Tax Return.

Capital allowances

If you have to pay for essential equipment such as a computer, or photocopier or theology reference books, you can claim capital allowances. Ask the Orderline for *Help Sheet IR206: Capital allowances for employees and office holders*, which contains some examples showing how to calculate the allowance.

You cannot claim capital allowances for a car, van, motorcycle or cycle. But if you use your own vehicle for work and your employer has not paid you for your business mileage, or has paid you less than the maximum tax free amount, you can claim a deduction for mileage allowance expenses in box 1M.26. The figures used include an amount for depreciation.

- Books

box 1M.27 You can deduct the cost of books you have purchased for use in divine service or the preparation of sermons. No deduction is available for books or periodicals you use for general background reading. However, you can claim capital allowances on theological reference books. See the notes above about box 1M.26.

- Stationery, postage and telephone

box 1M.28 Deduct the work cost of stationery, postage and telephone costs.

- Robes and expenses of divine service

box 1M.29 You can deduct the cost of repair or replacement of robes worn for divine service under church law or by the custom of a particular church. You cannot claim for the cost of everyday clothing worn on other occasions. If you paid for items consumed in divine service (such as communion bread and wine), enter here the amount you spent.

- Secretarial expenses

box 1M.30 You can deduct the cost of secretarial assistance necessary for your work. You cannot deduct sums paid to your spouse for work as an active member of the church, for example, as leader of a women's group, or for housekeeping.

- Other expenses

box 1M.31 If you use part of the premises where you live for church business, then you may deduct a proportion of the cost of lighting, heating, cleaning, maintaining, etc. Make sure that any part of the expense you claimed here, you exclude from box 1M.25.

If it was necessary for you to engage someone to perform your duties temporarily, you may claim a deduction for the expense.

If you have to entertain visiting clergy, officers of the church or members of the church on official occasions, you may deduct reasonable costs. Entertaining on informal occasions or social gatherings is not allowable.

You may also be entitled to a deduction for annual subscriptions to professional bodies approved by us. They can tell you how much may be deducted.

Most of the expenses you can claim have been covered in these notes. You may be able to claim for other necessary expenses that each and every minister in your post would have to meet. You may have agreed with us claims for other items in the past. If so, you should work out the amount of allowable expenses on the agreed basis. If you are uncertain about what you can claim, ask your Inland Revenue office or tax adviser for help.

box 1M.32 Add together the figures in boxes 1M.24 to 1M.31 and enter the result in box 1M.32.

- Service benefit cap

box 1M.33 If you are over the £8,500 a year threshold (see 'Benefits and expenses payments received' on page MN3), and the value/cost of the benefit of heat, light, repairs etc. of the accommodation provided to you exceeds 10% of the income of your post, ask the Orderline for *Help Sheet IR214: Service benefits connected with job-related living accommodation*. This will tell you how to work out the reduction, if any, in the amount of your taxable benefits.

box 1M.34 Enter in box 1M.34 the figure in box 1M.23 *minus* the total of the figures in boxes 1M.32 and 1M.33.

Other income as a minister of religion

■ Chaplaincy income

boxes 1M.35 and 1M.36 Enter in boxes 1M.35 and 1M.36 details of any separate chaplaincy income. Do not include chaplaincy income you have put in box 1M.13.

■ Any other income as a minister

boxes 1M.37 and 1M.38 If you receive any incidental income as a minister not entered elsewhere in the Ministers of Religion Pages, enter it in box 1M.38, and any tax taken off in box 1M.37.

■ Clergy pension

boxes 1M.39 and 1M.40 Enter any pension received under a Clergy Pension Measure in box 1M.40, and any tax taken off in box 1M.39.

■ Lump sum and compensation payments, including any from the Church for which you formerly worked

boxes 1M.43 to 1M.46 Different rules apply to different types of these payments or benefits, so it is important to apply the right ones.

First, let us look at redundancy payments from your former employer or Church. If you had one of these payments, against which your employer or the Church allows an exemption from tax of up to £30,000, enter the amount of the payment *minus* the exemption in box 1M.45. For example, if your redundancy payment was £40,000, enter £10,000 in box 1M.45 (£40,000 *minus* the maximum exemption of £30,000).

Don't forget to fill in box 1M.46 (but leave it blank if you have already put the UK tax deducted from the payment, if any, in box 1M.14).

Second, for any other circumstances, you need to complete *Help Sheet IR204: Lump sums and compensation payments*, available from the Orderline, **before** filling in these boxes. In particular, you should complete the Help Sheet if you received:

- back pay, holiday pay, payments in lieu of notice, **or**
- non-cash items were part of the settlement, **or**
- any exemption other than the £30,000 general exemption, **or**
- compensation other than for redundancy, **or**
- other sums on termination of employment or office from the same or associated employer at any time, **or**
- a lump sum from an unapproved retirement benefits scheme, **or**
- there will be further payments or benefits made after 5 April 2004 from the same termination, **or**
- your employer contributed to an unapproved retirement benefits scheme.

Enter in box 1M.46 the UK tax taken off from lump sums and compensation payments.

■ Foreign earnings and foreign earnings deduction

box 1M.48

Foreign earnings

You may not be liable to UK Income Tax in the year ended 5 April 2004 on all your income if:

- you have claimed non-residence or non-domicile treatment for the 2003-04 tax year, or split-year treatment for that year (if you were not resident for part of the year), **or**
- you made such a claim in a previous year, and have included income earned in that year in the Ministers of Religion Pages, **or**
- you have included income in the Ministers of Religion Pages that relates to a later year and you think that you will be claiming non-residence or non-domicile treatment for that later year, **or**
- you received income in a foreign country that you could not bring to the UK because of exchange controls or a shortage of foreign currency in that country.

Liability may arise, though, in earlier or later years. It is also possible that you may be liable to Income Tax in another country.

Use the Working Sheet in *Help Sheet IR211: Employment - residence and domicile issues* to work out the part of your income and receipts that is not taxable and include this amount in box 1M.48. Make a note of what you have done in the 'Additional information' box, box 1M.53 on Page M2.

Foreign Earnings Deduction

A seafarer is defined as 'someone who performs his or her duties on a ship'. 'Ship' is given its everyday meaning; however, 'offshore installations' used in the oil and gas industry are not regarded as 'ships'. Workers on mobile rigs are not 'seafarers' and may not claim the Deduction.

If you think this applies to you, ask the Orderline for *Help Sheet IR205: Seafarers' Earnings Deduction*.

■ **Foreign tax for which tax credit relief not claimed**

box 1M.49 If you have paid foreign tax on your ministry income, you may be able to claim tax credit relief. Ask your Inland Revenue office or tax adviser for details. If you want to claim tax credit relief, fill in the Foreign Pages, available from the Orderline, and leave box 1M.49 blank.

If you do not want to claim tax credit relief, enter in box 1M.49 the amount of any foreign tax you have paid on the ministry income shown on the Ministers of Religion Pages.

box 1M.50 Add the figures in boxes 1M.14, 1M.41 and 1M.46 together and enter the total in box 1M.50.

box 1M.51 Add up the figures in boxes 1M.34, 1M.42 and 1M.47, subtract any figures in boxes 1M.48 and 1M.49, and enter the result in box 1M.51.

Student Loans

■ **Student Loans repaid by deduction by employer**

box 1M.52 Enter in box 1M.52 the amount of any Student Loan repayments deducted by your employer and included on your P60 or payslips. The P60 does not include any Student Loan repayments deducted by any previous employer. So if you had more than one post or appointment in the year, you must use your payslips, in addition to the P60, to work out the figure to go in box 1M.52 on your Ministers of Religion Pages.

These notes are for guidance only, and reflect the position at the time of writing. They do not affect any rights of appeal.