



Payroll Update: 1st February 2024

Changes to Scottish Income Tax for the 2024-25 Tax Year

The Scottish Government have announced changes to Scottish Income Tax, which will take effect from 6 April 2024.

This includes the introduction of a new tax band called Advanced Rate.

The new bands and tax rates are below

If you pay Scottish Income Tax, you will have an 'S' at the beginning of your tax code. This identifies you as a Scottish taxpayer.

Scottish rates and bands for 2024 to 2025

Bands	Band name	Rate (%)
£12,571* - £14,876	Starter Rate	19
£14,877 - £26,561	Scottish Basic Rate	20
£26,562 - £43,662	Intermediate Rate	21
£43,663 - £75,000	Higher Rate	42
£75,001 - £125,140**	Advanced Rate	45
Above £125,140**	Top Rate	48

* assumes individuals are in receipt of the Standard UK Personal Allowance.

** those earning more than £100,000 will see their Personal Allowance reduced by £1 for every £2 earned over £100,000.