



## 2021/22 Tax Tables

# Inheritance Tax

	21/22	20/21
Nil-rate band*	£325,000	£325,000
Residence nil-rate band**†	£175,000	£175,000
Rate of tax on excess	40%	40%
Rate if at least 10% of net estate left to charity	36%	36%
Lifetime transfers to and from certain trusts	20%	20%
Overseas domiciled spouse/civil partner exemption	£325,000	£325,000
100% relief: businesses, unlisted/AIM companies, certain farmland/buildings		
50% relief: certain other business assets, e.g. farmland let before 1/9/95		

<b>Annual exempt gifts of:</b>	£3,000 per donor	£250 per donee
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Tapered tax charge on lifetime gifts within 7 years of death					
Years between gift and death	0-3	3-4	4-5	5-6	6-7
% of death tax charge	100	80	60	40	20

\* Up to 100% of the unused proportion of a deceased spouse's/civil partner's nil-rate band and/or residence nil-rate band can be claimed on the survivor's death

† Estates over £2m: the value of the residence nil-rate band is reduced by 50% of the excess over £2m

# Capital Gains Tax

	21/22	20/21
<b>Tax Rates – Individuals</b>		
Below UK higher rate income tax band	10%	10%
Within UK higher and additional rate income tax bands	20%	20%
<b>Tax Rate – Trusts and Estates</b>	20%	20%
<b>Surcharge</b> for residential property and carried interest	8%	8%

Exemptions	21/22	20/21
Annual exempt amount: Individuals, estates, etc	£12,300	£12,300
Trusts generally	£6,150	£6,150
<b>Chattels:</b> gain limited to 5/3rds of proceeds exceeding	£6,000	£6,000

**Business Asset Disposal Relief** 10% on lifetime limit of £1,000,000

For trading businesses and companies (minimum 5% participation) held for at least 2 years

## Stamp Duties and Property Transaction Taxes

**Stamp Duty and SDRT:** Stocks and marketable securities

0.5%

**Additional residential and all corporate residential properties**

£40,000 or more – add 3% to SDLT rates and 4% to LBTT and LTT rates

### England & N Ireland – Stamp Duty Land Tax (SDLT) on slices of value

Residential property	%	Commercial property	%
Up to £125,000*	0	Up to £150,000	0
£125,001 – £250,000*	2	£150,001 – £250,000	2
£250,001 – £925,000	5	Over £250,000	5
£925,001 – £1,500,000	10		
Over £1,500,000	12		

**First-time buyers:** 0% on first £300,000 for properties up to £500,000

**Non-resident purchasers:** 2% surcharge on properties £40,000 or more

**Residential properties bought by companies etc. over £500,000:** 15% of total consideration, subject to certain exemptions

\* 0% on slice up to £500,000 (8/7/20–30/6/21) and £250,000 (1/7/21–30/9/21)

### Scotland – Land and Buildings Transaction Tax (LBTT) on slices of value

Residential property	%	Commercial property	%
Up to £145,000*	0	Up to £150,000	0
£145,001 – £250,000	2	£150,001 – £250,000	1
£250,001 – £325,000	5	Over £250,000	5
£325,001 – £750,000	10		
Over £750,000	12		

**First-time buyers:** 0% on first £175,000

\* Any changes to of 0% to be confirmed

### Wales – Land Transaction Tax (LTT) on slices of value

Residential property	%	Commercial property	%
Up to £180,000*	0	Up to £225,000	0
£180,001 – £250,000	3.5	£225,001–£250,000	1
£250,001 – £400,000	5	£250,001–£1,000,000	5
£400,001 – £750,000	7.5	Over £1,000,000	6
£750,001 – £1,500,000	10		
Over £1,500,000	12		

\* Any changes to of 0% to be confirmed

## Corporation Tax

	Profits	Diverted Profits	Loans to participators
Years to 31/3/22 and 31/3/21	19%	25%	32.5%

## Value Added Tax

Standard Rate	20%	Reduced rate e.g. on domestic fuel	5%
Reduced rate on hospitality, holiday accommodation and attractions:			
15/7/20–30/9/21:	5%	1/10/21–31/3/22:	12.5%
Since 1/4/17: Registration level £85,000		Deregistration £83,000	
Flat rate scheme turnover limit		£150,000	
Cash and annual accounting schemes turnover limit		£1,350,000	

## Annual Tax on Enveloped Dwellings

Property value	Charge for tax year 21/22	Charge for tax year 20/21
£500,000 - £1m	£3,700	£3,700
£1m - £2m	£7,500	£7,500
£2m - £5m	£23,300	£25,200
£5m - £10m	£59,100	£58,850
£10m - £20m	£118,600	£118,050
£20m +	£237,400	£236,250

## Main Capital and other Allowances

Plant & machinery (P&M) 100% annual investment allowance (1st year): 1/1/19-31/12/21	£1,000,000
From 1/1/22	£200,000
P&M super-deduction first year allowance (FYA) for companies from 1/4/21	130%
Special rate P&M FYA for companies from 1/4/21	50%
Plant and machinery*	18%
Patent rights and know-how*	25%
Certain long-life assets and integral features of buildings*	6%
Structures and buildings (straight line)	3%
Electric charge points	100%

\* Annual reducing balance

Motor cars			
CO <sub>2</sub> emissions of g/km:	0*	1-50	Over 50
Capital allowance:	100% first year	18% pa*	6% pa*

\*New cars only

Research and development	
Capital expenditure	100%
Revenue expenditure relief – small/medium-sized companies	230%
Research and development expenditure credit – large companies	13%

## Social Security And Other Benefits

Weekly rates and taxable unless stated otherwise.

Statutory Pay Rates - Based on minimum average earnings of at least £120 pw	
Statutory Sick Pay (SSP)	£96.35 standard rate
Statutory Maternity Pay (SMP)/Statutory Adoption Pay (SAP)	
First 6 weeks	90% of average weekly pay
Next 33 weeks	90% of average weekly pay up to £151.97
Statutory Paternity Pay (SPP)	90% of average weekly pay up to £151.97
Shared Parental Pay (ShPP) – up to 37 weeks	90% of average weekly pay up to £151.97

Child Benefit (see 'Income Tax High Income Child Benefit Charge')	
Child benefit, first or only child	£21.15
Child benefit, each subsequent child	£14.00

National Minimum and National Living Wage (per hour)	1/4/21 – 31/3/22
Aged 23 and over - National Living Wage	£8.91
Age 21–22- National Minimum Wage	£8.36
Aged 18–20 - National Minimum Wage	£6.56
Aged under 18 - National Minimum Wage	£4.62
Apprentice - National Minimum Wage	£4.30

### Employment and Support Allowance (contribution-based taxable)

#### 13-week assessment phase

Aged under 25: up to £59.20      Aged 25 or over: up to £74.70

#### From week 14 after Work Capability Assessment if eligible

In Work Related Activity Group up to £104.40

In Support Group up to £114.10

#### Bereavement Support Payments (non-taxable) – initial and for 18 months

Higher rate:\* £3,500 lump sum      £350 monthly

Standard rate: £2,500 lump sum      £100 monthly

\*If entitled to or claiming Child Benefit or pregnant at partner's death

## Main Due Dates for Tax Payment

### Income Tax, NIC and Capital Gains Tax – Self-Assessment

31 Jan in tax year Following 31 July	}	Normally 50% of previous year's income tax (less tax deducted at source) and class 4 NICs
Following 31 Jan		Balance of income tax and class 4 NICs, class 2 NICs and balance of CGT

### Inheritance Tax

On death	Normally 6 months after end of month of death
Lifetime transfer 6 April – 30 September	30 April in following year
Lifetime transfer 1 October – 5 April	6 months after month of transfer

### Corporation Tax – Self-Assessment

Profits under £1,500,000: 9 months + 1 day after end of accounting period
Profits £1,500,000 or over: normally payable in 7th, 10th, 13th and 16th months after start of the accounting period
Profits £20,000,000 or over: normally payable in 3rd, 6th, 9th and 12th months after start of the accounting period
Growing companies: no instalments where profits are £10,000,000 or less and the company was not a large company for the previous year

# Income Tax

UK taxpayers' (excluding Scottish) non-dividend, non-savings income	21/22	20/21
20% basic rate on first slice of taxable income up to	£37,700	£37,500
40% higher rate on first slice of taxable income over	£37,700	£37,500
45% additional rate on taxable income over	£150,000	£150,000

All UK taxpayers	21/22	20/21
Starting rate at 0% on band of savings income up to*	£5,000	£5,000
Personal savings allowance at 0%:		
- Basic rate	£1,000	£1,000
- Higher rate	£500	£500
- Additional rate	£0	£0
Dividend allowance at 0% - all individuals	£2,000	£2,000
Tax rates on dividend income:		
- Basic rate	7.5%	7.5%
- Higher rate	32.5%	32.5%
- Additional rate	38.1%	38.1%
Trusts: Standard rate band generally	£1,000	£1,000
Rate applicable to trusts: dividends	38.1%	38.1%
Other income	45%	45%

\* Not available if taxable non-savings income exceeds the starting rate band

Scottish taxpayers – non-dividend, non-savings income	21/22	20/21
19% starter rate on taxable income up to	£2,097	£2,085
20% basic rate on next slice up to	£12,726	£12,658
21% intermediate rate on next slice up to	£31,092	£30,930
41% higher rate on next slice up to	£150,000	£150,000
46% top rate on income over	£150,000	£150,000

**High Income Child Benefit Charge:** 1% of benefit per £100 of adjusted net income of £50,000-£60,000



Main personal allowances and reliefs	21/22	20/21
Personal allowance*	£12,570	£12,500
Marriage/civil partner's transferable allowance	£1,260	£1,250
Married couple's/civil partner's allowance at 10%† – maximum	£9,125	£9,075
(if at least one born before 6/4/35) – minimum	£3,530	£3,510
Blind person's allowance	£2,520	£2,500
Rent-a-room relief	£7,500	£7,500
Property allowance	£1,000	£1,000
Trading allowance	£1,000	£1,000

\* Personal allowance reduced by £1 for every £2 of adjusted net income over £100,000

† Married couple's/civil partner's allowance reduced by £1 for every £2 of adjusted net income over £30,400 (£30,200 for 2020/21), until minimum reached

Non-domicile remittance basis charge after UK residence in at least	21/22	20/21
7 of the last 9 tax years	£30,000	£30,000
12 of the last 14 tax years	£60,000	£60,000

## Registered Pensions

	21/22	20/21
Lifetime allowance	£1,073,100	£1,073,100
Money purchase annual allowance	£4,000	£4,000
Annual allowance*	£40,000	£40,000
Annual allowance charge on excess is at applicable tax rate(s) on earnings		
Lifetime allowance charge if excess is drawn as cash 55%; as income 25%		
Pension commencement lump sum up to 25% of pension benefit value		

\* Reduced by £1 for every £2 of adjusted income over £240,000 to a minimum of £4,000, subject to threshold income being over £200,000

## State Pensions

	Weekly	Annual
New state pension – where state pension age reached after 5/4/16	£179.60	£9,339.20
Basic state pension – single person*	£137.60	£7,155.20
Basic state pension – spouse/civil partner*	£82.45	£4,287.40

\* State pension age reached before 6 April 2016

## Tax Incentivised Investment

	21/22	20/21
Total Individual Savings Account (ISA) limit excluding JISAs	£20,000	£20,000
Lifetime ISA	£4,000	£4,000
Junior ISA (JISA) and Child Trust Fund	£9,000	£9,000
<b>Venture Capital Trust (VCT)</b> at 30%	£200,000	£200,000
<b>Enterprise Investment Scheme (EIS)</b> at 30%*	£2,000,000	£2,000,000
EIS eligible for CGT deferral relief	No limit	No limit
<b>Seed Enterprise Investment Scheme (SEIS)</b> at 50%	£100,000	£100,000
SEIS CGT reinvestment relief	50%	50%

\* Above £1m investment must be in knowledge-intensive companies

## Car Benefits

Taxable amount based on original list price and CO<sub>2</sub> emissions in g/km

Zero emission cars, 1%

Petrol and diesel hybrids with CO<sub>2</sub> emissions 1- 50g/km

Range in miles on electricity only	< 30	30 – 39	40 – 69	70 – 129	130 & over
Registered pre-6/4/20 (NEDC basis)	14%	12%	8%	5%	2%
Registered post-5/4/20 (WLTP basis)	13%	11%	7%	4%	1%

All non-diesel cars CO <sub>2</sub> emission over 50 g/km	51-54g/km	55g/km & over
Registered pre-6/4/20 (NEDC basis)	15%	16%*-37%
Registered post-5/4/20 (WLTP basis)	14%	15%*-37%

\*Increased for every extra 5g/km by 1% up to the maximum 37%

Diesels not meeting RDE2 standards: add 4%, up to the maximum of 37%

Fuel benefits – taxable amount for private use	21/22	20/21
CO <sub>2</sub> % charge used for car benefit multiplied by	£24,600	£24,500

## Vans – For Private Use

	21/22	20/21
Zero emission: chargeable amount	Nil	£2,792
Other vans: chargeable amount	£3,500	£3,490
Fuel: chargeable amount	£669	£666

## Tax-Free Business Mileage Allowance - Own Vehicle

Cars and vans first 10,000 miles	45p per mile	thereafter 25p per mile
Qualifying passenger	5p per mile	
Motorcycles	24p per mile	Bicycles 20p per mile

## National Insurance Contributions (NIC)

Class 1	21/22	
	Employee	Employer
NICs rate	12%	13.8%
No NICs for employees generally on the first	£184 pw	£170 pw
No NICs for younger/veteran employees* on the first	£184 pw	£967 pw
NICs rate charged up to	£967 pw	No limit
2% NICs on earnings over	£967 pw	N/A

<b>Employment Allowance</b>	<b>£4,000</b>
Per business - not available if sole employee is a director or employer's NICs for 20/21 £100,000 or more	

Limits and thresholds	20/21		
	Weekly	Monthly	Annual
Lower earnings limit	£120	£520	£6,240
Primary threshold	£184	£797	£9,568
Secondary threshold	£170	£737	£8,840
Upper earnings limit (and upper secondary thresholds*)	£967	£4,189	£50,270

\* Employees generally under 21 years and apprentices under 25 years. Veterans in first 12 months of civilian employment from April 2021.

Class 1A Employer	Annual
On car and fuel benefits and most other taxable benefits provided to employees and directors	13.8%

### Self-employed

Class 2	Weekly	Annual
Flat rate per week	£3.05	(£158.60 pa)
<b>Small profits threshold:</b> No compulsory NICs if annual profits less than		£6,515
Class 4	Weekly	Annual
On annual profits of	£9,568 to £50,270:	9%
	Over £50,270:	2%
Voluntary	Weekly	Annual
Class 3 flat rate per week	£15.40	(£800.80 pa)

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