



Tax Tables 2021



INCOME TAX

| 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% [†] (if at least one born before 6/4/35) – maximum | £9,125 | £9,075 |
| – minimum | £3,530 | £3,510 |
| Blind person's allowance | £2,520 | £2,500 |
| Rent-a-room relief | £7,500 | £7,500 |
| Property allowance and trading allowance (each) | £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 20/21), until minimum reached

| UK taxpayers excluding Scottish taxpayers' 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 next slice of taxable income over | £37,700 | £37,500 |
| 45% additional rate on taxable income over | £150,000 | £150,000 |

Scottish taxpayers – non-dividend, non-savings income

| | | |
|---|----------|----------|
| 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 |

All UK taxpayers

| | | | |
|---|-----------------|--------|--------|
| 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

High Income Child Benefit Charge, 1% of benefit per £100 of adjusted net income between £50,000 – £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

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

*State pension age reached before 6/4/16

TAX INCENTIVISED INVESTMENT

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

*Above £1,000,000 investment must be in knowledge-intensive companies

NATIONAL INSURANCE CONTRIBUTIONS

| | | |
|---|-----------------|-----------------|
| Class 1 | 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 |

Employment Allowance

Per business – not available if sole employee is a director or employer's NICs for 20/21 £100,000 or more

| | | | |
|---|---------------|----------------|---------------|
| Limits and Thresholds | 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 On car and fuel benefits and most other taxable benefits provided to employees and directors 13.8%

Class 2 Self-employed Flat rate per week £3.05 (£158.60 pa)

Small profits threshold

No compulsory NICs if annual profits less than £6,515

Class 4 Self-employed On annual profits of £9,568 to £50,270: 9%
Over £50,270: 2%

Class 3 Voluntary flat rate per week £15.40 (£800.80 pa)

CAPITAL GAINS TAX

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

Exemptions

Annual exempt amount: Individuals, estates, etc £12,300 £12,300
Trusts generally £6,150 £6,150

Chattels 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

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 | | |
| Annual exempt gifts of: | £3,000 per donor | £250 per donee |

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 £2,000,000: the value of the residence nil-rate band is reduced by 50% of the excess over £2,000,000

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 | | |

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

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

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 | | |

*Any changes to 0% to be confirmed

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

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 0% to be confirmed

CORPORATION TAX

| | Profits | Diverted profits | Loans to participants |
|------------------------------|---------|------------------|-----------------------|
| Years to 31/3/22 and 31/3/21 | 19% | 25% | 32.5% |

VALUE ADDED TAX

| | | | |
|---|---------|--------------------|------------|
| Standard rate | 20% | Domestic fuel | 5% |
| Reduced rate on hospitality, holiday accommodation and attractions: | | | |
| 15/7/20 – 30/9/21: | 5% | 1/10/21 – 31/3/22: | 12½% |
| 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 |

CAR BENEFITS

Taxable amount based on original list price and CO₂ emissions in g/km.

Zero emission cars 1%

Petrol and diesel hybrids with CO₂ emissions 1–50g/km

| Range – electric-only miles | < 30 | 30–39 | 40–69 | 70–129 | 130+ |
|-------------------------------|------|-------|-------|--------|------|
| Registered pre-6/4/20 (NEDC) | 14% | 12% | 8% | 5% | 2% |
| Registered post-5/4/20 (WLTP) | 13% | 11% | 7% | 4% | 1% |

All non-diesel cars over 50g/km CO₂

| | 51–54 | 55 & over |
|-------------------------------|-------|-----------|
| Registered pre-6/4/20 (NEDC) | 15% | 16%*–37% |
| Registered post-5/4/20 (WLTP) | 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 37% maximum

| Fuel Benefit – taxable amount for private use | 21/22 | 20/21 |
|---|---------|---------|
| CO ₂ % 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 | then 25p per mile |
| Qualifying passenger | 5p per mile | |
| Motorcycles | 24p per mile | Bicycles 20p per mile |

MAIN CAPITAL AND OTHER ALLOWANCES

| | |
|--|------------|
| Plant and 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% |

Motor Cars

| | | | |
|------------------------------------|-----------------|---------|---------|
| CO ₂ emissions of g/km: | 0 [†] | 1–50 | Over 50 |
| Capital allowance: | 100% first year | 18% pa* | 6% pa* |

*Annual reducing balance

[†]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 BENEFITS

Weekly rates and taxable unless stated otherwise.

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*

Statutory Pay Rates

Based on minimum average earnings of at least £120pw:

Statutory Sick Pay £96.35 standard rate

Statutory Maternity Pay/Statutory Adoption Pay

First 6 weeks – 90% of average weekly pay

Next 33 weeks – 90% of average weekly pay up to £151.97

Statutory Paternity Pay 90% of average weekly pay up to £151.97

Shared Parental Pay

Up to 37 weeks: 90% of average weekly pay up to £151.97

Child Benefit (see 'Income Tax – High Income Child Benefit Charge')

First or only child £21.15 Each subsequent child £14.00

National Living/National Minimum Wage (hourly) 1/4/21 – 31/3/22

Aged 23 and over National Living Wage £8.91

Aged 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

MAIN DUE DATES FOR TAX PAYMENTS

Income Tax, NICs and Capital Gains Tax – Self-Assessment

31 Jan in tax year } Normally 50% of previous year's income tax
Following 31 July } (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.

2021/22 TAX CALENDAR

Make payment on previous working day where due date falls on a weekend/bank holiday.

Every month

19 Submit CIS contractors' monthly return.

22 PAYE/NICs/CIS deductions paid electronically for period ending 5th of the month (19th if not paying electronically).

Month end

Submit CT600 for year ending 12 months previously.

Last day to amend CT600 for year ending 24 months previously.

April 2021

1 Pay any outstanding tax for 2019/20 or make a Time to Pay arrangement, to avoid a late payment penalty

July 2021

1 SDLT 0% band reduces from £500,000 to £250,000.

5 Last date to agree a new PAYE Settlement Agreement (PSA) for 2020/21.

6 Deadline for employers to return forms P11D (expenses) and P11D (b) (benefits) for 2020/21 to HMRC and provide copies to employees.

22 Pay class 1A NICs (19 July if not paying electronically).

31 Confirm tax credit claims for 2020/21 and renewal for 2021/22. Second payment on account for 2020/21 income tax and class 4 NICs.

August 2021

1 Penalty of 5% of the tax due or £300, whichever is the greater, where the 2019/20 tax return has not been filed.

October 2021

1 SDLT 0% band reduces from £250,000 to £125,000. VAT rate on hospitality, holiday accommodation and attractions increases from 5% to 12½%.

5 Deadline to register for self-assessment for 2020/21.

22 Pay tax and class 1B NICs on PSAs (19th if not paying electronically).

31 Deadline for 2020/21 tax return if filed on paper.

December 2021

30 Deadline to submit 2020/21 tax return online to have underpaid PAYE tax collected through the 2022/23 tax code.

January 2022

31 Submit 2020/21 self-assessment tax return online. Pay balance of 2020/21 income tax, class 4 NICs, all of class 2 NICs and balance of CGT, plus first payment on account for 2021/22 income tax and class 4 NICs.

February 2022

1 Initial penalty imposed where the 2020/21 tax return has not been filed or has been filed on paper after 31 October 2021.

March 2022

2 Last day to pay 2020/21 tax to avoid automatic 5% penalty.

April 2022

1 VAT rate on hospitality, holiday accommodation and attractions increases from 12½% to 20%