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TAX CONSULTANCY

Tax tables 2021/22

All the information you need in one place

Capital gains tax

| Rates Of Tax | | 2020/21 | 2021/22 |
|---|---------------------------|---------|---------|
| 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 |

Entrepreneurs' Relief 10% on lifetime limit of £1,000,000 (£10,000,000 before 11th March 2021)

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

Car benefits

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

Zero emission cars, no charge.

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

| Range in miles on electricity only | < 30 | 30 – 39 | 40 – 69 | 70 – 129 | 130 + |
|-------------------------------------|------|---------|---------|----------|-------|
| Registered pre-6/4/21 (NEDC basis) | 14%W | 12% | 8% | 5% | 2% |
| Registered post-5/4/21 (WLTP basis) | 12% | 10% | 6% | 3% | 0% |

| All non-diesel cars CO2 emission over 50 g/km | 51-54g/km | 55g/km & over |
|---|-----------|---------------|
| Registered pre-6/4/21 (NEDC basis) | 15% | 16%*-37% |
| Registered post-5/4/21 (WLTP basis) | 13% | 14%*- 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%.

Corporation Tax

Temporary changes to the trading loss relief carry back rules for businesses

To help businesses weather the economic impact of COVID-19, the corporation tax and income tax trading loss carry back rules will be temporarily extended. The amendment will allow relief to be carried back to the previous three years rather than the usual one year.

| | 2020/21 | 2021/22 |
|--|---------|---------|
| Corporation tax | 19% | 19% |
| Loans to participators | 32.5% | 32.5% |
| Restitution interest payments corporation tax rate | 45% | 45% |
| Diverted profits tax | 25% | 25% |



| Income Tax | | | |
|--|------------------------------|----------------|----------------|
| UK taxpayers excluding Scottish taxpayers' non-dividend, non-savings income | | 2020/21 | 2021/22 |
| 20% basic rate on first slice of taxable income up to | | £37,500 | £37,700 |
| 40% higher rate on first slice of taxable income over | | £37,500 | £37,700 |
| 45% additional rate on taxable 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

| Scottish taxpayers – non-dividend, non-savings | 2020/21 | 2021/22 |
|---|----------------|----------------|
| 19% starter rate on taxable income up to | £2,085 | £2,085 |
| 20% basic rate on next slice up to | £12,658 | £12,658 |
| 21% intermediate rate on next slice up to | £30,930 | £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

| Inheritance Tax | | | | | |
|--|-----|----------------|----------------|-----|-----|
| | | 2020/21 | 2021/22 | | |
| 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



Capital Allowances

| | 2020/21 | 2021/22 |
|--|---------|---------|
| Plant and machinery | | |
| Full expensing: super deduction | 130% | N/A |
| Full expensing: special rate first year allowances | 50% | N/A |
| Annual investment allowance | 100% | 100% |
| Long life assets and integral features | 6% | 6% |
| Other assets | 18% | 18% |
| First year allowances | 100% | 100% |
| Enhanced capital allowances in freeports | 100% | 100% |
| Cars: CO2 emissions (g/km) | | |
| 0 | 100% | 100% |
| 1 to 50 | 18% | 18% |
| Over 50 | 6% | 6% |
| Structures and buildings | | |
| Structures and buildings allowance | 3% | 3% |
| Enhanced structures and buildings allowance | 10% | 10% |

Main Due Dates for Tax Payment

Income Tax, NICs 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, CGT and 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 |



Main Personal Allowances and Reliefs

| Income Tax, NICs and Capital Gains Tax – Self-Assessment | | 20/21 | 21/22 |
|---|-----------|---------|---------|
| Personal allowance** | | £12,500 | £12,570 |
| Married couple's/civil partner's transferable allowance | | £1,250 | £1,260 |
| Married couple's/civil partner's allowance at 10%† (if at least one born before 6/4/35) | – maximum | £9,075 | £9,125 |
| | – maximum | £3,510 | £3,530 |
| Blind person's allowance | | £2,500 | £2,520 |
| 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 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: | 20/21 | 21/22 |
|--|---------|---------|
| 7 of the last 9 tax years | £30,000 | £30,000 |
| 12 of the last 14 tax years | £60,000 | £60,000 |

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

Tax Efficient Investments

| | 20/21 | 21/22 |
|--|------------|------------|
| 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 |
| 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 Enterprise Investment Scheme (SEIS) at 50% | £100,000 | £100,000 |
| SEIS CGT reinvestment relief | 50% | 50% |

| Limits and Thresholds | 2021/2022 | | |
|--|--------------------|---------|------------|
| | Weekly | Monthly | Annual |
| Lower earnings limit | £120 | £520 | £6,240 |
| Primary threshold | £184 | £797 | £9,568 |
| Secondary threshold | £170 | £736 | £8,840 |
| Upper earnings limit (and upper secondary thresholds*) | £967 | £4,190 | £50,284 |
| * Employees generally under 21 years and apprentices under 25 years | | | |
| 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 pa |
| Class 4 Self-employed On annual profits of | £9,568 to £50,770: | | 9% |
| | Over £50,770: | | 2% |
| Class 3 Voluntary flat rate per week | £15.40 | | £800.80pa |



Registered Pensions

| | 20/21 | 21/22 |
|---|------------------------------------|------------|
| 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 | Applicable tax rate(s) on earnings | |
| Lifetime allowance charge if excess is drawn as cash 55%; as income 25% | | |
| Max. pension commencement lump sum 25% of pension benefit value | | |

* Reduced by £1 for every £2 of adjusted income over £240,000 (£150,000 for 20/21) to a minimum of £4,000 (£10,000 for 20/21), subject to threshold income being over £200,000 (£110,000)

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 |

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 | £6,981.00 |
| Motorcycles | 24p per mile | Bicycles 20p per mile |

Maternity Allowance

| | Rates 2020 to 2021 | Rates 2021 to 2022 |
|-------------------------------|--------------------|--------------------|
| Standard rate | £151.20 | £151.97 |
| Maternity Allowance threshold | £30.00 | £30.00 |

Value Added Tax

| | | | |
|---|------------------------|------------------------------------|----|
| Standard rate | 20% | Reduced rate e.g. on domestic fuel | 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 | | |



2021/22 Tax calendar

Make the payment on the previous working day where the 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

5 Submit final Full Payment Submission (FPS) or Employer Payment Summary (EPS) for 2020/21 and register to 'payroll' benefits and expenses in 2021/22.

6 First day of the 2021/22 tax year. Changes apply to tax allowances, rates and thresholds, car benefit scales, CGT payment timing on residential property, JISA limit and pension taper limits.

19 Final day to send a late FPS for 2020/21. (From 20 April 2021 HMRC will accept FPSs with YTD figures and will also accept changes notified on an Earlier Year Update (EYU). A penalty will usually be charged.)

23 Interest accrues on employers' unpaid PAYE and NICs for 2020/21 (20th if not paying electronically).

May 2021

1 Start of £10 daily penalty where the 2019/20 tax return has not been filed (charged for up to 90 days).

31 Last day to issue 2019/20 P60s to employees.

July 2021

5 Last date to agree a new PSA for 2020/21.

6 Deadline for employers to return forms P11D and P11D (b) 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

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. Pay balance of 2020/21 income tax, Class 4 NICs, all of Class 2 NICs and CGT generally, 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.

