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	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

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

	Annual	Weekly
New state pension – where state pension age reached after 5/4/16	£9,339.20	£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

	21/22	20/21
Total Individual Savings Account (ISA) limit excluding Junior ISAs (JISAs)	£20,000	£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		£4,000

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 participators
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 CO_2 emissions in g/km.
Zero emission cars 1%

Petrol and diesel hybrids with CO_2 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 CO_2	**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 / 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.

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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%

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