

GERALD
EDELMAN



73 Cornhill • London • EC3V 3QQ
Tel +44 (0)20 7299 1400

hello@geraldedelman.com www.geraldedelman.com

2021/22 Tax Tables



| INCOME TAX | 21/22 | 20/21 |
|--|--------------|--------------|
| Main personal allowances and reliefs | | |
| 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%† – max (if at least one born before 6/4/35) | £9,125 | £9,075 |
| – min | £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 20/21), until minimum reached

UK taxpayers excluding Scottish taxpayers'

non-dividend, non-savings income

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

Non-domicile remittance basis charge after UK residence in at least:

| | | |
|-----------------------------|---------|---------|
| 7 of the last 9 tax years | £30,000 | £30,000 |
| 12 of the last 14 tax years | £60,000 | £60,000 |

| STATE PENSIONS | Annual | Weekly |
|--|---------------|---------------|
| New state pension – 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

| 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 | | |
| <i>*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</i> | | |

| 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 Enterprise Investment Scheme (SEIS) at 50% | £100,000 | £100,000 |
| SEIS CGT reinvestment relief | 50% | 50% |

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

| CAPITAL GAINS TAX | 21/22 | 20/21 |
|---|--------------|--------------|
| Tax Rates – Individuals | | |
| 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 | | |

CORPORATION TAX

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

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 |

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

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.

Class 1A Employer On car and fuel benefits and most other taxable benefits provided to employees/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)

CAR BENEFITS

Taxable amount depends 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 the maximum of 37%

| 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 |

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 property bought by companies etc. over £500,000: 15% of value

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

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 |

*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

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 & machinery* | | | 18% |
| Patent rights & 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* |
| <i>*Annual reducing balance</i> | | | <i>†For new cars only</i> |
| Research and development (R&D) – capital expenditure | | | 100% |
| R&D revenue expenditure relief – small/medium-sized companies | | | 230% |
| R&D expenditure credit – large companies | | | 13% |

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 |

MAIN DUE DATES FOR TAX PAYMENT

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

| | | |
|---|---|---|
| 31 January in tax year | } | Normally 50% of previous year's income tax, (less tax deducted at source) and class 4 NICs |
| Following 31 July | | |
| Following 31 January | | 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