



Wills Accountants

ALL THE HELP YOU NEED



# Tax Data 2021/2022

2 Endeavour House  
Parkway Court  
Longbridge Road  
Plymouth  
PL6 8LR  
T 01752 253545

E [mail@willsaccountants.co.uk](mailto:mail@willsaccountants.co.uk)

W [www.willsaccountants.co.uk](http://www.willsaccountants.co.uk)



## Income Tax

Rates and bands (other than savings and dividend income)

| 2021/22          |        | 2020/21          |        |
|------------------|--------|------------------|--------|
| Band £           | Rate % | Band £           | Rate % |
| 0 - 37,700       | 20     | 0 - 37,500       | 20     |
| 37,701 - 150,000 | 40     | 37,501 - 150,000 | 40     |
| Over 150,000     | 45     | Over 150,000     | 45     |

Income tax rates in Scotland and Wales on income other than savings and dividend income have been devolved.

### Savings income 2021/22 and 2020/21

|                               |        |
|-------------------------------|--------|
| Savings allowance basic rate  | £1,000 |
| Savings allowance higher rate | £500   |

*A starting rate of 0% may be available unless taxable non-savings income exceeds £5,000.*

### Dividend income 2021/22 and 2020/21

|                          |        |
|--------------------------|--------|
| Dividend allowance       | £2,000 |
| Dividend ordinary rate   | 7.5%   |
| Dividend upper rate      | 32.5%  |
| Dividend additional rate | 38.1%  |

## Income Tax Reliefs

|                                 | 2021/22  | 2020/21  |
|---------------------------------|----------|----------|
| Personal allowance              | £12,570  | £12,500  |
| Personal allowance income limit | £100,000 | £100,000 |
| Marriage allowance              | £1,260   | £1,250   |
| Married couple's allowance      | £9,125   | £9,075   |
| - minimum amount                | £3,530   | £3,510   |
| - income limit                  | £30,400  | £30,200  |
| Blind person's allowance        | £2,520   | £2,500   |

## Individual Savings Accounts

|                                 | 2021/22 | 2020/21 |
|---------------------------------|---------|---------|
| Overall investment limit        | £20,000 | £20,000 |
| Junior account investment limit | £9,000  | £9,000  |

# Devolved Income Tax

## Scotland rates and bands

| 2021/22          |        | 2020/21          |        |
|------------------|--------|------------------|--------|
| Band £           | Rate % | Band £           | Rate % |
| 0 - 2,097        | 19     | 0 - 2,085        | 19     |
| 2,098 - 12,726   | 20     | 2,086 - 12,658   | 20     |
| 12,727 - 31,092  | 21     | 12,659 - 30,930  | 21     |
| 31,093 - 150,000 | 41     | 30,931 - 150,000 | 41     |
| Over 150,000     | 46     | Over 150,000     | 46     |

## Wales rates and bands

| 2021/22          |        | 2020/21          |        |
|------------------|--------|------------------|--------|
| Band £           | Rate % | Band £           | Rate % |
| 0 - 37,700       | 20     | 0 - 37,500       | 20     |
| 37,701 - 150,000 | 40     | 37,501 - 150,000 | 40     |
| Over 150,000     | 45     | Over 150,000     | 45     |

# Capital Gains Tax

| Individuals            | 2021/22 | 2020/21 |
|------------------------|---------|---------|
| Exemption              | £12,300 | £12,300 |
| Standard rate          | 10%     | 10%     |
| Higher/additional rate | 20%     | 20%     |
| Trusts                 |         |         |
| Exemption              | £6,150  | £6,150  |
| Rate                   | 20%     | 20%     |

*Higher rates (18/28%) may apply to the disposal of certain residential property and carried interest.*

## Business Asset Disposal Relief

*The first £1m of qualifying gains are charged at 10%.*

# Inheritance Tax

| Death rate | Lifetime rate | Chargeable transfers<br>2021/22 and 2020/21 |
|------------|---------------|---|
| Nil        | Nil           | 0 - £325,000 (nil rate band)                |
| 40%        | 20%           | Over £325,000                               |

*A further nil rate band of £175,000 may be available in relation to current or former residences.*

## Car, Van and Fuel Benefits

| 2021/22                        | Cars registered pre 6.4.20 | Cars registered after 5.4.20 |
|--------------------------------|----------------------------|------------------------------|
| CO <sub>2</sub> emissions g/km | % of list price taxed      | % of list price taxed        |
| 0                              | 1                          | 1                            |
| 1-50                           |                            |                              |
| Electric range - 130 or more   | 2                          | 1                            |
| 70 - 129                       | 5                          | 4                            |
| 40 - 69                        | 8                          | 7                            |
| 30 - 39                        | 12                         | 11                           |
| under 30                       | 14                         | 13                           |
| 51-54                          | 15                         | 14                           |
| For every extra 5              | +1                         | +1                           |
| 160 and above                  | 37                         | n/a                          |
| 165 and above                  | n/a                        | 37                           |

For fully diesel cars generally add a 4% supplement (unless the car is registered on or after 1 September 2017 and meets the Euro 6d emissions standard) but the maximum is still 37%. For emissions of 75g/km or more if the CO<sub>2</sub> figure does not end in a 5 or 0 round down to the nearest 5 or 0.

### 2021/22

|                  |         |
|------------------|---------|
| Car fuel benefit | £24,600 |
| Van benefit      | £3,500  |
| Van fuel benefit | £669    |

## National Insurance

### 2021/22 Class 1 (employed) rates

| Employee          |     | Employer          |      |
|-------------------|-----|-------------------|------|
| Earnings per week | %   | Earnings per week | %    |
| Up to £184        | Nil | Up to £170        | Nil  |
| £184.01 - £967    | 12  | Over £170         | 13.8 |
| Over £967         | 2   |                   |      |

Entitlement to contribution-based benefits for employees retained for earnings between £120 and £184 per week. The employer rate is 0% for employees under 21 and apprentices under 25 on earnings up to £967 per week.

- Class 1A (employers)** 13.8% on employee taxable benefits
- Class 1B (employers)** 13.8% on PAYE Settlement Agreements
- Class 2 (self-employed)** flat rate per week £3.05  
small profits threshold £6,515 per annum
- Class 3 (voluntary)** flat rate per week £15.40
- Class 4 (self-employed)** 9% on profits between £9,568 and £50,270 plus 2% on profits over £50,270

## Selected Rates

|   | 2021/22 | 2020/21 |
|---|---------|---------|
| <b>Weekly benefit</b>                         | £       | £       |
| <b>Basic State Pension</b>                    | 137.60  | 134.25  |
| <b>New State Pension</b>                      | 179.60  | 175.20  |
| <b>Statutory pay standard rates</b>           |         |         |
| - average weekly earnings £120 (£120) or over |         |         |
| Sick Pay                                      | 96.35   | 95.85   |
| Maternity/Adoption Pay                        | 151.97  | 151.20  |
| Shared Parental Pay                           | 151.97  | 151.20  |
| Paternity Pay                                 | 151.97  | 151.20  |

## National Living Wage and National Minimum Wage

| Age               | NLW   | 21-22 | 18-20 | 16-17 | Apprentices |
|-------------------|-------|-------|-------|-------|-------------|
| From 1 April 2021 | £8.91 | £8.36 | £6.56 | £4.62 | £4.30       |

*Applies to apprentices under 19, or 19 and over in the first year of apprenticeship.  
NLW applies to those aged 23 and over.*

## Key Dates and Deadlines

| Payment Dates                     |            | 2021/22 | 2020/21 |
|-----------------------------------|------------|---------|---------|
| <b>Income Tax and Class 4 NIC</b> |            |         |         |
| 1st payment on account            | 31 January | 2022    | 2021    |
| 2nd payment on account            | 31 July    | 2022    | 2021    |
| Balancing payment                 | 31 January | 2023    | 2022    |
| <b>Class 2 NIC</b>                | 31 January | 2023    | 2022    |
| <b>Capital Gains Tax</b>          | 31 January | 2023    | 2022    |
| <b>Class 1A NIC</b>               | 19 July    | 2022    | 2021    |

**Corporation Tax** – 9 months and one day after the end of accounting period (quarterly instalments if large company)

### 2020/21 Returns Filing Deadlines:

- 31 May 2021 - P60s to employees
- 6 July 2021 - P11D and P11D(b) and copies to employees
- 31 October 2021 - paper Self Assessment Tax Return (SATR)
- 30 December 2021 - SATR Online where outstanding tax (subject to cap) to be included in 2022/23 PAYE code
- 31 January 2022 - SATR Online

## Corporation Tax

|                 | Rate % |                 | Rate % |
|-----------------|--------|-----------------|--------|
| Year to 31.3.22 | 19     | Year to 31.3.21 | 19     |

*Different rates apply for ring-fenced (broadly oil industry) profit.*

## Capital Allowances

**Corporation tax super-deduction** on certain plant and machinery **130%**

**First Year Allowance (FYA)** on certain plant, machinery and cars of 0g/km **100%**

**Corporation tax FYA** on long-life assets, integral features of buildings, etc. **50%**

**Annual Investment Allowance (AIA) £1,000,000 (£200,000 from 1 January 2022)**

Excludes cars

### Writing Down Allowance

Long-life assets, integral features of buildings, cars over 50g/km **6%**

Other plant and machinery **18%**

**Structures and Buildings Allowance** **3%**

## Pensions

|                                 | 2021/22    | 2020/21    |
|---------------------------------|------------|------------|
| Lifetime Allowance limit        | £1,073,100 | £1,073,100 |
| Annual Allowance limit          | £40,000    | £40,000    |
| Money Purchase Annual Allowance | £4,000     | £4,000     |

## Value Added Tax

|                             | From 1.4.21 | From 1.4.20 |
|-----------------------------|-------------|-------------|
| Standard rate               | 20%         | 20%         |
| Reduced rate                | 5%*         | 5%          |
| Annual Registration Limit   | £85,000     | £85,000     |
| Annual Deregistration Limit | £83,000     | £83,000     |

*\*12.5% for hospitality and tourism from 1 October 2021 - 31 March 2022.*

# Property Taxes

Across the whole of the UK, residential rates may be increased by 3% (4% in Scotland and Wales) where further residential properties are acquired.

## Stamp Duty Land Tax

Land and buildings in England and N. Ireland

| Residential Band £  | Rate % | Non-residential Band £ | Rate % |
|---------------------|--------|------------------------|--------|
| 0 - 500,000*        | 0      | 0 - 150,000            | 0      |
| *500,001 - 925,000  | 5      | 150,001 - 250,000      | 2      |
| 925,001 - 1,500,000 | 10     | Over 250,000           | 5      |
| Over 1,500,000      | 12     |                        |        |

\*£250,000 from 1 July 2021. From 1 October 2021, 0% up to £125,000, 2% from £125,001 - £250,000 and 5% from £250,001 - £925,000.

## Land and Buildings Transaction Tax

Land and buildings in Scotland

| Residential Band £ | Rate % | Non-residential Band £ | Rate % |
|--------------------|--------|------------------------|--------|
| 0 - 145,000        | 0      | 0 - 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 Buyer relief may apply on the first £175,000 of residential purchases.

## Land Transaction Tax

Land and buildings in Wales

| Residential Band £  | Rate % | Non-residential Band £ | Rate % |
|---------------------|--------|------------------------|--------|
| 0 - 250,000*        | 0      | 0 - 225,000            | 0      |
| *250,001 - 400,000  | 5      | 225,001 - 250,000      | 1      |
| 400,001 - 750,000   | 7.5    | 250,001 - 1,000,000    | 5      |
| 750,001 - 1,500,000 | 10     | Over 1,000,000         | 6      |
| Over 1,500,000      | 12     |                        |        |

\*The rates are 0% up to £180,000, 3.5% from £180,001 - £250,000 and 5% from £250,001 - £400,000 from 1 July 2021.

Disclaimer: Rates are for guidance only. No responsibility for loss occasioned by any person acting/refraining from action as a result of this information can be accepted by the authors or firm.

## Our Services

Our Services to you are based on the following objectives:-

We are dedicated to providing a dynamic approach to help your business grow.

We will work closely with you to:

- Maximise profits
- Minimise tax
- Raise finance
- Operate efficiently

We will provide you with:

- Great business advice

Directors:

Susan Wills | Leigh Rowsell | Philip Soutter

Please contact us for further information  
01752 25 35 45

