

## 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

<b>Corporation tax super-deduction</b> on certain plant and machinery	<b>130%</b>
<b>First Year Allowance (FYA)</b> on certain plant, machinery and cars of 0g/km	<b>100%</b>
<b>Corporation tax FYA</b> on long-life assets, integral features of buildings, etc.	<b>50%</b>
<b>Annual Investment Allowance (AIA) £1,000,000 (£200,000 from 1 January 2022)</b>	
Excludes cars	
<b>Writing Down Allowance</b>	
Long-life assets, integral features of buildings, cars over 50g/km	<b>6%</b>
Other plant and machinery	<b>18%</b>
<b>Structures and Buildings Allowance</b>	<b>3%</b>

## 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

### Business Planning

- Business start-up planning and advice
- Strategic and business planning
- Financial management
- Computer and financial systems advice

### Taxation Advice

- Self assessment
- Personal tax
- Business tax
- Company tax
- Capital gains tax
- Inheritance tax
- HM Revenue and Customs enquiries
- Value Added Tax
- PAYE and national insurance compliance
- Preparing for Making Tax Digital

### Accounting

- Preparation of annual accounts
- Preparation of periodic management accounts
- Providing book-keeping services
- Maintaining PAYE and VAT records and associated returns

### Company Secretarial

- Preparation and filing of statutory returns
- Preparation of minutes and resolutions
- Company formation
- Company searches

### Auditing

- Statutory audit

Please contact us for further information.

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## 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 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
	% of list price taxed	% of list price taxed
CO <sub>2</sub> emissions g/km		
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.

<b>Class 1A (employers)</b>	13.8% on employee taxable benefits
<b>Class 1B (employers)</b>	13.8% on PAYE Settlement Agreements
<b>Class 2 (self-employed)</b>	flat rate per week £3.05 small profits threshold £6,515 per annum
<b>Class 3 (voluntary)</b>	flat rate per week £15.40
<b>Class 4 (self-employed)</b>	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
<b>Corporation Tax</b> - 9 months and one day after the end of accounting period (quarterly instalments if large company)		
<b>2020/21 Returns Filing Deadlines:</b>		
31 May 2021 - P6Os 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		