

# Tax Facts 2022/2023

November 2022 update following the  
Chancellor's Autumn Statement

## INCOME TAX

<b>Main personal allowances and reliefs</b>	<b>22/23</b>	<b>21/22</b>
Personal allowance*	£12,570	£12,570
Marriage/civil partner's transferable allowance	£1,260	£1,260
Married couple's/civil partner's allowance at 10% <sup>†</sup> (if at least one born before 6/4/35) – maximum	£9,415	£9,125
– minimum	£3,640	£3,530
Blind person's allowance	£2,600	£2,520
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

<sup>†</sup>Married couple's/civil partner's allowance reduced by £1 for every £2 of adjusted net income over £31,400 (£30,400 for 21/22), until minimum reached

<b>UK taxpayers' non-dividend, non-savings income**</b>	<b>22/23</b>	<b>21/22</b>
20% basic rate on first slice of taxable income up to	£37,700	£37,700
40% higher rate on next slice of taxable income over	£37,700	£37,700
45% additional rate on taxable income over	£150,000	£150,000

\*\*Rates and bands differ for Scottish taxpayers.

### All UK taxpayers

Starting rate at 0% on band of savings income up to <sup>††</sup>	£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	8.75%	7.5%
	Higher rate	33.75%	32.5%
	Additional rate	39.35%	38.1%
Trusts: Standard rate band generally	£1,000	£1,000	
Rate applicable to trusts:	Dividends	39.35%	38.1%
	Other income	45%	45%

<sup>††</sup>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

## REGISTERED PENSIONS

	<b>22/23</b>	<b>21/22</b>
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

	<b>Annual</b>	<b>Weekly</b>
New state pension	£9,627.80	£185.15
Basic state pension – single person*	£7,376.20	£141.85
Basic state pension – spouse/civil partner*	£4,420.00	£85.00

\*State pension age reached before 6/4/16

## TAX INCENTIVISED INVESTMENT

	22/23	21/22
<b>Total Individual Savings Account (ISA)</b>		
<b>limit excluding Junior ISAs (JISAs)</b>	£20,000	£20,000
Lifetime ISA	£4,000	£4,000
JISA and Child Trust Fund	£9,000	£9,000
<b>Venture Capital Trust (VCT) at 30%</b>	£200,000	£200,000
<b>Enterprise Investment Scheme (EIS) at 30%*</b>	£2,000,000	£2,000,000
EIS eligible for CGT deferral relief	No limit	No limit
<b>Seed EIS (SEIS) at 50%</b>	£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 – Primary	Employer – Secondary*
6/4/22–5/7/22	£190–£967 pw: 13.25% Over £967 pw: 3.25%	Over £175 pw: 15.05%
6/7/22–5/11/22	£242–£967 pw: 13.25% Over £967 pw: 3.25%	Over £175 pw: 15.05%
6/11/22–5/4/23	£242–£967 pw: 12.00% Over £967 pw: 2.00%	Over £175 pw: 13.80%
	<b>Director – Primary</b>	<b>Director – Secondary*</b>
2022/23	£11,908–£50,270 pa: 12.73% Over £50,270 pa: 2.73%	Over £9,100 pa: 14.53%

\*No employer NICs on the first £967pw for employees generally under 21 years, apprentices under 25 years and veterans in first 12 months of civilian employment. No employer NICs on the first £481pw for employees at freeports in Great Britain in the first three years of employment starting from 6 April 2022

<b>Employment Allowance</b>		£5,000
Per business – not available if sole employee is a director or employer's NICs for 21/22		£100,000 or more
<b>Class 1A Employer</b> On car and fuel benefits and most other taxable benefits provided to employees and directors (pa)		14.53%
<b>Class 2 Self-employed</b> Flat rate per week		£3.15 (£163.80 pa)
Small profits threshold (also for Class 4)		£6,725
Lower profits limit		£11,908
<b>Class 4 Self-employed</b> On annual profits of	£11,908 to £50,270:	9.73%
	Over £50,270:	2.73%
<b>Class 3</b> Voluntary flat rate per week		£15.85 (£824.20 pa)

## CAPITAL GAINS TAX

Tax Rates – Individuals	22/23	21/22
Below UK higher rate income tax band	10%	10%
Within UK higher and additional rate income tax bands	20%	20%
<b>Tax Rate – Trusts and Estates</b>	20%	20%
<b>Surcharge</b> for residential property and carried interest	8%	8%
<b>Exemptions</b>		
Annual exempt amount: Individuals, estates, etc	£12,300	£12,300
Trusts generally	£6,150	£6,150
<b>Chattels:</b> gain limited to 1/3rds of proceeds exceeding	£6,000	£6,000
<b>Business Asset Disposal Relief</b>		
10% on lifetime limit of £1,000,000		
For trading businesses and companies (minimum 5% participation) held for at least 2 years		

## INHERITANCE TAX

	22/23	21/22
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

## STAMP DUTIES AND PROPERTY TRANSACTION TAXES

**Stamp Duty and Stamp Duty Reserve Tax:** Stocks and marketable securities 0.5%

### Additional residential and all corporate residential properties

£40,000 or more – add 3% to SDLT rate(s)

### England & N Ireland – Stamp Duty Land Tax (SDLT) on slices of value

Residential property	%	Commercial property†	%
Up to £250,000*	0	Up to £150,000	0
£250,001–£925,000	5	£150,001–£250,000	2
£925,001–£1,500,000	10	Over £250,000	5
Over £1,500,000	12		

**First time buyers:** 0% on first £425,000\* for properties up to £625,000\*

**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

\*Figures applicable from 23 September 2022

†0% for freeport qualifying property in England only

Different Property Transaction taxes apply in Scotland and Wales.

## ANNUAL TAX ON ENVELOPED DWELLINGS

Annual Tax on Enveloped Dwellings (ATED)	22/23	21/22
More than £500,000 but not over £1 million	£3,800	£3,700
More than £1 million but not over £2 million	£7,700	£7,500
More than £2 million but not over £5 million	£26,050	£25,300
More than £5 million but not over £10 million	£60,900	£59,100
More than £10 million but not over £20 million	£122,250	£118,600
More than £20 million	£244,750	£237,400

## CORPORATION TAX

<b>Years to 31/3/23 and 31/3/22</b>	Profits: 19%	Diverted profits: 25%
<b>Loans to participators</b>	Made in 22/23: 33.75%	Made in 21/22: 32.5%

## VALUE ADDED TAX

Standard rate	20%	Domestic fuel	5%
Installation of energy saving materials (except Northern Ireland)			0%
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 depends on original list price and CO<sub>2</sub> emissions in g/km.

**Zero emission cars** 2%.

**Petrol and diesel hybrids** with CO<sub>2</sub> emissions 1–50g/km

Range – electric-only miles	<30	30–39	40–69	70–129	130+
	14%	12%	8%	5%	2%
<b>All non-diesel cars over 50g/km CO<sub>2</sub></b>			<b>51–54</b>	<b>55 &amp; over</b>	
			15%	16%*–37%	

\*Increased for every extra 5g/km by 1% up to the maximum of 37%

**Diesels** not meeting RDE2: add 4% to non-diesel rates, up to 37%

**Fuel Benefit – taxable amount for private use**

	22/23	21/22
CO <sub>2</sub> % charge used for car benefit multiplied by	£25,300	£24,600

## VANS – FOR PRIVATE USE

	22/23	21/22
Zero emission: chargeable amount	Nil	Nil
Other vans: chargeable amount	£3,600	£3,500
Fuel: chargeable amount	£688	£669

## 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):	£1,000,000
P&M* super-deduction first year allowance (FYA) for companies to 31/3/23	130%
Special rate P&M* FYA for companies to 31/3/23	50%
Plant and machinery**	18%
Patent rights and know-how**	25%
Special rate P&M e.g. long-life assets and integral features of buildings**	6%
Structures and buildings (straight line)†	3%
Electric charge points	100%

### Motor Cars

CO <sub>2</sub> emissions of g/km:	0*	1–50	Over 50
Capital allowance:	100% first year	18% pa**	6% pa**

\*New and unused only \*\* Annual reducing balance †10% for freepoint sites in Great Britain

### Research and Development

Capital expenditure	100%
Revenue expenditure relief – small/medium-sized companies	230%
Research and development expenditure credit – large companies	13%
SME cash credit for R&D loss surrendered	14.5%

## SOCIAL SECURITY BENEFITS

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Weekly rates for 2022/23 (taxable unless stated otherwise).

**Statutory Pay Rates** Based on minimum average earnings of at least £123pw:

**Statutory Sick Pay**

£99.35 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 £156.66

**Statutory Paternity Pay**

90% of average weekly pay up to £156.66

**Shared Parental Pay**

Up to 37 weeks: 90% of average weekly pay up to £156.66

**Child Benefit (see 'Income Tax – High Income Child Benefit Charge')**

Child benefit, first or only child

£21.80

Child benefit, each subsequent child

£14.45

**National Living/National Minimum Wage (per hour)**

1/4/22 – 31/3/23

Aged 23 and over

National Living Wage

£9.50

Aged 21–22

National Minimum Wage

£9.18

Aged 18–20

National Minimum Wage

£6.83

Aged under 18

National Minimum Wage

£4.81

Apprentice

National Minimum Wage

£4.81

## MAIN DUE DATES FOR TAX PAYMENTS

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**Income Tax, NICs and Capital Gains Tax – Self-Assessment**

31 Jan in tax year

Following 31 July

Following 31 Jan

Normally 50% of previous year's income tax  
(less tax deducted at source) and class 4 NICs

Balance of income tax, class 4 NICs, CGT and all class 2 NICs

**CGT chargeable residential property sales**

Must be reported and tax paid within 60 days of completion

**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.

## 2022/23 TAX CALENDAR

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*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.

### September 2022

- 23 Stamp duty land tax 0% band for residential property in England and Northern Ireland increased from £125,000 to £250,000 and for first time buyers from £300,00 to £425,000. Maximum value of property on which first time buyers can claim relief increased from £500,000 to £625,000.

### October 2022

- 5 Deadline to register for self-assessment for 2021/22.
- 22 Pay tax and class 1B NICs on PSAs (19th if not paying electronically).
- 31 Deadline for 2021/22 tax return if filed on paper.

### November 2022

- 6 The additional 1.25 percentage points previously added to all 2022/23 Class 1 and Class 4 NIC is removed.

### December 2022

- 30 Deadline to submit 2021/22 tax return online to have underpaid PAYE tax collected through the 2023/24 tax code.

### January 2023

- 31 Submit 2021/22 self-assessment tax return online. Pay balance of 2021/22 income tax, class 4 NICs, CGT and all class 2 NICs, plus first payment on account for 2022/23 income tax and class 4 NICs.

### February 2023

- 1 Initial penalty imposed where the 2021/22 tax return has not been filed or has been filed on paper after 31 October 2022.

### March 2023

- 2 Last day to pay 2021/22 tax to avoid automatic 5% penalty.

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