

Lycetts

Insurance Brokers and Financial Services

Tax Tables 2023/24

Retirement Planning

Life Assurance

Investments & Savings

Inheritance Tax Planning

INCOME TAX

| Main personal allowances and reliefs | 23/24 | 22/23 |
|--|---------|---------|
| Personal allowance* | £12,570 | £12,570 |
| Marriage/civil partners' transferable allowance | £1,260 | £1,260 |
| Married couple's/civil partners' allowance at 10% [†] (if at least one born before 6/4/35) – maximum | £10,375 | £9,415 |
| – minimum | £4,010 | £3,640 |
| Blind person's allowance | £2,870 | £2,600 |
| 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 partners' allowance reduced by £1 for every £2 of adjusted net income over £34,600 (£31,400 for 22/23), until minimum reached

| UK taxpayers excluding Scottish taxpayers' non-dividend, non-savings income | 23/24 | 22/23 |
|---|----------|----------|
| 20% basic rate on taxable income up to | £37,700 | £37,700 |
| 40% higher rate on next slice of income over | £37,700 | £37,700 |
| 45% additional rate on income over | £125,140 | £150,000 |

Scottish taxpayers – non-dividend, non-savings income

| | | |
|---|----------|----------|
| 19% starter rate on taxable income up to | £2,162 | £2,162 |
| 20% basic rate on next slice up to | £13,118 | £13,118 |
| 21% intermediate rate on next slice up to | £31,092 | £31,092 |
| 42% (41% for 22/23) higher rate on next slice up to | £125,140 | £150,000 |
| 47% (46% for 22/23) top rate on income over | £125,140 | £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 | £1,000 | £2,000 |
| Tax rates on dividend income: | Basic rate | 8.75% | 8.75% |
| | Higher rate | 33.75% | 33.75% |
| | Additional rate | 39.35% | 39.35% |
| Trusts: Standard rate band generally | £1,000 | £1,000 | |
| Rate applicable to trusts: | Dividends | 39.35% | 39.35% |
| | 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

| | 23/24 | 22/23 |
|--|------------|------------|
| Lifetime allowance* | £1,073,100 | £1,073,100 |
| Money purchase annual allowance | £10,000 | £4,000 |
| Annual allowance** | £60,000 | £40,000 |
| Annual allowance charge on excess is at applicable tax rate(s) on earnings | | |
| Pension commencement lump sum up to 25% of pension benefit value | | |
| (maximum £268,275 for 23/24) | | |

*Lifetime allowance charge removed after 5 April 2023

**Reduced by £1 for every £2 of adjusted income over £260,000 (£240,000 for 22/23) to a minimum of £10,000 (£4,000 for 22/23), subject to threshold income being over £200,000

STATE PENSIONS

| | Annual | Weekly |
|---|------------|---------|
| New state pension | £10,600.20 | £203.85 |
| Basic state pension – single person* | £8,122.40 | £156.20 |
| Basic state pension – spouse/civil partner* | £4,867.20 | £93.60 |

*State pension age reached before 6/4/16

TAX INCENTIVISED INVESTMENTS

| | 23/24 | 22/23 |
|--|------------|------------|
| Total Individual Savings Account (ISA) limit, excluding Junior ISAs (JISAs) | £20,000 | £20,000 |
| Lifetime ISA | £4,000 | £4,000 |
| JISA/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% | £200,000 | £100,000 |
| SEIS CGT reinvestment relief | 50% | 50% |

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

NATIONAL INSURANCE CONTRIBUTIONS

| Class 1 | 23/24 | |
|--|----------|----------|
| | Employee | Employer |
| NICs rate | 12% | 13.8% |
| No NICs for employees generally on the first | £242 pw | £175 pw |
| No NICs for younger employees* on the first | £242 pw | £967 pw |
| NICs rate charged up to | £967 pw | No limit |
| 2% NICs on earnings over | £967 pw | N/A |

*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 and investment zones in Great Britain in the first three years of employment

Employment allowance £5,000

Per business – not available if sole employee is a director or employer's NICs for 22/23 are £100,000 or more

Class 1A Employer

On most employees' and directors' taxable benefits 13.8%

Class 2 Self-employed Flat rate per week £3.45 (£179.40 pa)

Small profits threshold £6,725

Lower profits limit £12,570

Class 4 Self-employed On annual profits of £12,570 to £50,270: 9%
Over £50,270: 2%

Class 3 Voluntary flat rate per week £17.45 (£907.40 pa)

CAPITAL GAINS TAX

| | 23/24 | 22/23 |
|--|--------|---------|
| Annual exemption: Individuals, estates, etc | £6,000 | £12,300 |
| Trusts generally | £3,000 | £6,150 |
| Tax rate: Below UK higher rate band | 10% | 10% |
| Within UK higher and additional rate bands | 20% | 20% |
| Trusts and estates | 20% | 20% |
| Surcharge for residential property and carried interest | 8% | 8% |

Business Asset Disposal Relief

10% on lifetime limit of £1,000,000 for trading businesses and companies (minimum 5% participation) held for at least two years

INHERITANCE TAX

| | 23/24 | 22/23 |
|--|----------|----------|
| 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 |

*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

100% relief: businesses, unlisted/AIM companies, some farmland/buildings

50% relief: certain other business assets

Annual exempt gifts of: £3,000 per donor £250 per donee

Tapered tax charge on lifetime gifts between 3 and 7 years of death

Years 0–3 full 40% rate, then 8% less for each year until 0% at 7 or more years.

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, 6% to LBTT and 4% to most LTT rates

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

†0% for freeport and investment zone qualifying property in England only

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 | | |

First time buyers: 0% on the first £175,000

Wales – Land Transaction Tax (LTT) on slices of value

| Residential property | % | Commercial property | % |
|----------------------|-----|---------------------|---|
| Up to £225,000 | 0 | Up to £225,000 | 0 |
| £225,001–£400,000 | 6 | £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 | | |

CORPORATION TAX

| Year to 31/3/24 | Profits | Effective rate | Diverted profits |
|-----------------|--------------------|----------------|------------------|
| | £0–£50,000 | 19.0% | 31% |
| | £50,001–£250,000 | 26.5% | |
| | £250,001 and above | 25.0% | |

Year to 31/3/23 Profits: 19% Diverted profits: 25%

Loans to participants Made in 23/24: 33.75% Made in 22/23: 33.75%

VALUE ADDED TAX

| | | | |
|---|-----|------------------------|------------|
| Standard rate | 20% | Domestic fuel | 5% |
| Installation of energy saving materials (except Northern Ireland) | | | 0% |
| 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 CO₂ emissions in g/km.

| | | | | | |
|--|----------------|--------------|--------------|---------------|----------------------|
| Zero emission cars | 2% | | | | |
| Petrol and diesel hybrids with CO ₂ emissions 1–50g/km | | | | | |
| Range – electric-only miles | < 30 | 30–39 | 40–69 | 70–129 | 130+ |
| | 14% | 12% | 8% | 5% | 2% |
| All non-diesel cars over 50g/km CO₂ | | | 51–54 | | 55 & over |
| | | | 15% | | 16%*–37% |

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

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

| | | |
|---|--------------|--------------|
| Fuel benefit – taxable amount for private use | 23/24 | 22/23 |
| CO ₂ % charge used for car benefit multiplied by | £27,800 | £25,300 |

VANS – FOR PRIVATE USE

| | | |
|----------------------------------|--------------|--------------|
| | 23/24 | 22/23 |
| Zero emission: chargeable amount | Nil | Nil |
| Other vans: chargeable amount | £3,960 | £3,600 |
| Fuel: chargeable amount | £757 | £688 |

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 & machinery (P&M) 100% annual investment allowance (1st year) | £1,000,000 |
| P&M allowance for companies (1st year)* | 100% |
| Special rate P&M allowance for companies (1st year)* | 50% |
| P&M** | 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 ₂ 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 freeports and investment zones in Great Britain

Research and Development (R&D)

| | |
|---|-------|
| Capital expenditure | 100% |
| R&D expenditure credit – large companies | 20% |
| Revenue expenditure relief – small/medium-sized companies | 186% |
| Credit rate for surrenderable losses – small/medium-sized companies | 10%†† |

††14.5% if R&D intensity is 40% or above

SOCIAL SECURITY BENEFITS

Weekly rates for 2023/24

Statutory Pay Rates

Based on minimum average earnings of at least £123pw:

Statutory Sick Pay £109.40 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 £172.48

Statutory Paternity Pay 90% of average weekly pay up to £172.48

Shared Parental Pay

Up to 37 weeks: 90% of average weekly pay up to £172.48

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

First or only child £24.00 Each subsequent child £15.90

National Living Wage (NLW)/National Minimum Wage (NMW)

| Year to 31/3/24 | NLW | NMW | NMW | NMW |
|-----------------|---------|--------|-------|---------------------|
| Aged | Over 22 | 21-22 | 18-20 | Under 18/apprentice |
| £/hour | £10.42 | £10.18 | £7.49 | £5.28 |

MAIN DUE DATES FOR TAX PAYMENTS

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

| | |
|--------------------|--|
| 31 Jan 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 Jan | Balance of income tax, class 4 NICs, CGT and all class 2 NICs |

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 end of month of transfer |

Capital Gains Tax – Residential UK Property

Report and pay within 60 days of completion of conveyance of the property

Corporation Tax – Self Assessment

- Profits under £1,500,000: 9 months + 1 day after end of accounting period
- Profits £1,500,000–£20,000,000: normally payable in 7th, 10th, 13th and 16th months after start of the accounting period
- Profits over £20,000,000: 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.

2023/24 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 2023

- 1** New corporation tax rates come into force. Full expensing capital allowances for companies introduced. R&D tax reliefs amended.
- 6** New additional and top rate income tax thresholds, dividend allowance and capital gains tax annual exempt amount come into force. Pensions lifetime allowance charge removed and pension annual allowances increase. SEIS personal investment limit rises to £200,000. Start of transitional year for basis period reforms.

July 2023

- 5** Last date to agree a new PAYE Settlement Agreement (PSA) for 2022/23.
- 6** Deadline for employers to return forms P11D (expenses) and P11D (b) (benefits) for 2022/23 to HMRC and provide copies to employees.
- 22** Pay class 1A NICs (19 July if not paying electronically).
- 31** Confirm tax credit claims for 2022/23 and renewal for 2023/24. Second payment on account for 2022/23 income tax and class 4 NICs.

August 2023

- 1** Penalty of 5% of the tax due or £300, whichever is the greater, where the 2021/22 tax return has not been filed.

October 2023

- 5** Deadline to register for self-assessment for 2022/23.
- 22** Pay tax and class 1B NICs on PSAs (19th if not paying electronically).
- 31** Deadline for 2022/23 tax return if filed on paper.

December 2023

- 30** Deadline to submit 2022/23 tax return online to have underpaid PAYE tax collected through the 2024/25 tax code.

January 2024

- 31** Submit 2022/23 self-assessment tax return online. Pay balance of 2022/23 income tax, class 4 NICs, CGT and all class 2 NICs plus first payment on account for 2023/24 income tax and class 4 NICs.

February 2024

- 1** Initial penalty imposed where the 2022/23 tax return has not been filed or has been filed on paper after 31 October 2023.

March 2024

- 1** Last day to pay 2022/23 tax to avoid automatic 5% penalty.

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