

## Some Important Tax Rates for 2022/23

### Tax-free Savings for Individuals



ISA ALLOWANCE → **£20,000**



JUNIOR ISA ALLOWANCE → **£9,000**



LIFETIME ISA → **£4,000**

### Dividend Taxation

**£2,000** tax-free  
Dividend Allowance

Dividends above this level will be taxed at;

**8.75%**  
(basic rate)

**33.75%**  
(higher rate)

**39.35%**  
(additional rate)

### Income Tax Allowances

Income Tax Personal Allowance  
**£12,570**



There is one Income Tax Personal Allowance, regardless of an individual's date of birth

Where your adjusted net income exceeds **£100,000**, the Personal Allowance reduces by £1 for every £2 of adjusted net income above **£100,000**

### Personal Savings Allowance

→ Up to **£1,000** of savings interest tax free to basic rate tax payers



+ and **£500** for those who pay higher rate tax

For additional rate tax payers the allowance is nil

### Pension Annual Allowance

The Annual Allowance is **£40,000** for 2022/23



£1 of Annual Allowance is lost for every £2 of adjusted income over £240,000. The minimum tapered Annual Allowance is £4,000

### Lifetime Allowance



The standard Lifetime Allowance is **£1,073,100**



This is the amount of pension benefit that can be drawn from pension schemes without triggering an additional tax charge

### State Pension

Flat rate State Pension increased to **£185.15pw** from 6/4/22  
(35 qualifying National Insurance years needed)

Old State Pension increased to **£141.85pw** from 6/4/22

### Inheritance Tax (IHT)

Nil-Rate IHT band **£325,000**



**40%** IHT payable above this threshold



or **36%** if you leave at least 10% of your assets to charity



Additional main Residence Nil-Rate band (RNRB) when a residence is passed on death to a direct descendant.



For the 2022/23 tax year the allowance is



**£175,000**

This will be subject to a maximum estate value of £2m

### Other IHT-free gifts, include;

**Gifts** between UK domiciled husband or wife or between civil partners;



Small gifts to other recipients up to **£250** each in a year



Total gifts up to **£3,000** in a year (can be carried forward one tax year)



Gifts in consideration of marriage or civil partnership ranging from **£5,000** from each parent of the couple, to **£1,000** from anyone else



Failed chargeable lifetime transfers and potentially exempt transfers may receive taper relief on the IHT payable.