

Vision Independent Financial Planning Ltd is Authorised and Regulated by the Financial Conduct Authority (FCA). Firm reference number 487395.

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 **£141.85** 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% or more of your net estate 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.