

JLP NEWSLETTER

TAX CHANGES 2021



TAX THRESHOLDS, RATES AND CODES.....

The amount of income tax you deduct from your employees depends on their tax code & how much of their taxable income is above their Personal Allowance.

PAYE tax rates and thresholds 2021 to 2022

Employee personal Allowance	£242	£1,048	£12,570
	per week	per month	per year
English & Northern Irish Basic tax rate	20% on annual earnings above PAYE tax threshold and up to £37,700		
English & Northern Irish Higher tax rate	40% on annual earnings from £37,701 - £150,000		
English & Northern Irish additional tax rate	45% on annual earnings above £150,000		

The new weekly

Figure for

Statutory Sick Pay

is:

£96.35

TAX CODES 2021-22

The 'standard/emergency' tax code for 2021-22 is 1257L

L tax codes have been uplifted by 7

M tax codes have been uplifted by 8

N tax codes have been uplifted by 6

Reminder!

Minimum Wage
has changed
for anyone
aged 23 & above
starting at:
£8.91 per hour

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**DON'T FORGET TO
SUBMIT YOUR EPS
RETURN FOR YOUR
EMPLOYMENT
ALLOWANCE!**

This will reduce your
NI liability by £4,000
which comes off your
PAYE return



NEW STATUTORY MATERNITY RATE!

From 6 April 2021 the new weekly rate will be £151.97 or 90% of the employee's average weekly earnings, whichever is the lower.

(You can only claim 100% if your Class 1 NI is under £45,000 in the previous tax year)



Payroll Services

Making Your Life Easier

For More Information or Assistance

Call: 0121 422 0550