

AUTUMN STATEMENT 2022

Chancellor Jeremy Hunt delivered an Autumn Statement intended to bring stability, protect growth in the economy and continue to fund public services. He has raised taxes largely by relying on threshold freezes and fiscal drag rather than headline rate increases. Investment in energy efficiency and independence, infrastructure and targeted support for businesses are intended to encourage medium term growth. Below is a summary of the announcement:

BUSINESS TAX



R&D tax relief
down to
86%
for SMEs



R&D expenditure
credit up to
20%



Windfall tax on
energy Cos up to
35%



New
45%
levy on electricity
generators



£14bn
business rates
tax support
for smaller
businesses



Import tariffs on
over 100 goods
removed



£10.42/hour
National Living
Wage for over
23's from
April 2023



Employers'
Allowance for NIC
frozen at £5,000
until April 2028



VAT threshold
frozen until 2026

PERSONAL TAXES



Income tax
personal
allowance frozen
until 2028



45p
additional rate tax to start at
£125k



Income tax, National Insurance and
Inheritance Tax thresholds
frozen until April 2028



Dividend and CGT allowances
to be halved
in 2023/24 and 2024/25



EVs subject
to VED from
April 2025



SDLT cuts kept
until 2025