CoreAcc Accountants

Tax Tables 2026/27

Rates and allowances for the tax year 6 April 2026 to 5 April 2027 · updated after Autumn Budget 2026

How to read these tables: the **bold** column is 2026/27, the grey column 2025/26 for comparison. Figures in orange have changed. Changes announced in the 28 October 2026 Budget are summarised on the final page.

INCOME TAX ALLOWANCES

£

	2026/27	2025/26
Personal allowance[1]	**12,570**	12,570
Marriage allowance (transferable)	**1,260**	1,260
Married couple's allowance (max)[2]	**11,700**	11,270
Blind person's allowance	**3,250**	3,130
Rent-a-room relief	**7,500**	7,500
Trading allowance	**1,000**	1,000
Property allowance	**1,000**	1,000
Dividend allowance	**500**	500
Personal savings allowance – basic rate	**1,000**	1,000
– higher rate	**500**	500
– additional rate	**nil**	nil
Starting rate band for savings (0%)[3]	**5,000**	5,000

1. Reduced by £1 for every £2 of adjusted net income over £100,000, so lost entirely at £125,140 (an effective 60% rate in that band).
2. At least one spouse born before 6 April 1935; relief given at 10%.
3. Not available if taxable non-savings income exceeds £5,000.

INCOME TAX RATES

ENGLAND, WALES & NI

BAND OF TAXABLE INCOME	2026/27	2025/26
Basic rate: £0–£37,700	**20%**	20%
Higher rate: £37,701–£125,140	**40%**	40%
Additional rate: over £125,140	**45%**	45%
Savings and property income		
Basic / higher / additional	**20 / 40 / 45%**	20 / 40 / 45%
Dividend income		
Ordinary rate (basic)	**10.75%**	8.75%
Upper rate (higher)	**35.75%**	33.75%
Additional rate	**39.35%**	39.35%
Trusts		
Rate applicable to trusts / dividend trust rate	**45% / 39.35%**	45% / 39.35%

High Income Child Benefit Charge: 1% of benefit for every £200 of adjusted net income between £60,000 and £80,000. Rate bands frozen until April 2031.

SCOTTISH INCOME TAX

NON-SAVINGS, NON-DIVIDEND

RATE	2026/27 INCOME	2025/26 INCOME
Starter 19%	**£12,571–16,537**	£12,571–15,397
Basic 20%	**£16,538–29,526**	£15,398–27,491
Intermediate 21%	**£29,527–43,662**	£27,492–43,662
Higher 42%	**£43,663–75,000**	£43,663–75,000
Advanced 45%	**£75,001–125,140**	£75,001–125,140
Top 48%	**over £125,140**	over £125,140

Bands shown as total income, assuming the full personal allowance. Savings and dividends are taxed at UK rates.

NATIONAL INSURANCE

2026/27

Class 1 (employees and employers)

	WEEKLY	ANNUAL
Lower earnings limit	**£129**	**£6,708**
Primary threshold (employee)	**£242**	**£12,570**
Secondary threshold (employer)	**£96**	**£5,000**
Upper earnings limit	**£967**	**£50,270**
Employee: PT to UEL / above UEL		**8% / 2%**
Employer: above secondary threshold		**15%**
Employer: under-21s, apprentices under 25, veterans (up to £967 pw)		**0%**
Class 1A and 1B (benefits, PSAs)		**15%**
Employment Allowance (per employer)[1]		**£10,500**

Self-employed and voluntary

	2026/27	2025/26
Class 2 voluntary (per week)	**£3.65**	£3.50
Small profits threshold	**£7,105**	£6,845
Class 3 voluntary (per week)	**£18.40**	£17.75
Class 4: £12,570–£50,270 / above	**6% / 2%**	6% / 2%

1. Not available where a director is the only employee paid above the secondary threshold.

EMPLOYERS AND PAYROLL

£

NATIONAL MINIMUM WAGE (PER HOUR)	FROM 1/4/26	2025/26
National Living Wage, 21 and over	**12.71**	12.21
18–20	**10.85**	10.00
Under 18 and apprentices	**8.00**	7.55
STATUTORY PAYMENTS (PER WEEK)	**2026/27**	**2025/26**
Statutory Sick Pay[1]	**123.25**	118.75
SMP / SAP after 6 weeks; SPP, ShPP, SPBP, SNCP[2]	**194.32**	187.18
STUDENT LOAN THRESHOLDS (ANNUAL)	**THRESHOLD**	**RATE**
Plan 1 / Plan 2	**26,900 / 29,385**	**9%**
Plan 4 (Scotland) / Plan 5	**33,795 / 25,000**	**9%**
Postgraduate loan	**21,000**	**6%**

1. Payable from the first day of sickness from April 2026, at the lower of £123.25 or 80% of average weekly earnings.
2. Or 90% of average weekly earnings if lower. Apprenticeship Levy: 0.5% of pay bill, less a £15,000 allowance (so payable only on bills over £3m).

COMPANY CARS AND VANS

CO_2 G/KM (ELECTRIC RANGE)	2026/27	2025/26
0 (fully electric)	**4%**	3%
1–50 (130+ miles)	**4%**	3%
1–50 (70–129 miles)	**7%**	6%
1–50 (40–69 miles)	**10%**	9%
1–50 (30–39 miles)	**14%**	13%
1–50 (under 30 miles)	**16%**	15%
51–54	**17%**	16%
55 and above, +1% per 5g/km	**18%–37%**	17%–37%

	2026/27	2025/26
Car fuel benefit multiplier	**£29,200**	£28,200
Van benefit (zero-emission vans: nil)	**£4,170**	£4,020
Van fuel benefit	**£798**	£769

Percentages apply to the car's list price. Diesels not meeting RDE2 add 4%, subject to the 37% maximum.

MILEAGE ALLOWANCE PAYMENTS

PER BUSINESS MILE

	2026/27	2025/26
Cars and vans: first 10,000 miles	**55p**	45p
Cars and vans: over 10,000 miles	**25p**	25p
Motorcycles / bicycles	**24p / 20p**	24p / 20p
Passenger payments	**5p**	5p

The 55p rate took effect for 2026/27 (HMRC update, June 2026). For NICs, 55p applies to all business miles. The over-10,000 rate rises to 35p from 6 April 2027.

CAPITAL GAINS TAX

	2026/27	2025/26
Annual exempt amount: individuals	**£3,000**	£3,000
Annual exempt amount: most trusts	**£1,500**	£1,500
Rate within basic rate band	**18%**	18%
Rate above basic rate band; trusts	**24%**	24%
Business Asset Disposal Relief rate[1]	**18%**	14%
Investors' Relief rate[1]	**18%**	14%
Carried interest	**income tax**	32%

The same rates apply to residential property. Gains on UK residential property must be reported and the tax paid within 60 days of completion.
1. Lifetime limit £1m each. The BADR limit falls to £500,000 from 6 April 2027.

INHERITANCE TAX

	2026/27	2025/26
Nil-rate band	**£325,000**	£325,000
Residence nil-rate band[1]	**£175,000**	£175,000
Rate on death / reduced rate[2]	**40% / 36%**	40% / 36%
Chargeable lifetime transfers	**20%**	20%
BPR / APR at 100%[3]	**first £2.5m**	unlimited
BPR / APR above that; AIM shares	**50%**	100%

YEARS FROM GIFT TO DEATH	0–3	3–4	4–5	5–6	6–7
Tax payable (% of full rate)	100%	80%	60%	40%	20%

Exempt gifts: £3,000 a year per donor (one year's carry-forward); £250 small gifts per recipient; wedding gifts £5,000 from a parent, £2,500 from a grandparent, £1,000 from anyone else.
1. Tapered away by £1 for every £2 the estate exceeds £2m. Unused NRB and RNRB transfer to a surviving spouse.
2. Where at least 10% of the net estate goes to charity.
3. Combined allowance per person from 6 April 2026, transferable between spouses. Unused pension funds come into the estate from 6 April 2027.

PENSIONS

	2026/27	2025/26
Annual allowance[1]	**£60,000**	£60,000
Money purchase annual allowance	**£10,000**	£10,000
Lump sum allowance	**£268,275**	£268,275
Lump sum and death benefit allowance	**£1,073,100**	£1,073,100
Normal minimum pension age	**55**	55

STATE PENSION (WEEKLY / ANNUAL)	2026/27	2025/26
New state pension (full)	**£241.30 / £12,547.60**	£230.25 / £11,973.00
Basic state pension (single)	**£184.90 / £9,614.80**	£176.45 / £9,175.40

1. Tapered by £1 for every £2 of adjusted income over £260,000 (where threshold income exceeds £200,000), down to £10,000. Unused allowance can be carried forward three years. Minimum pension age rises to 57 from 6 April 2028.

TAX-EFFICIENT INVESTMENTS

ANNUAL LIMIT	2026/27	2025/26
ISA (overall)	**£20,000**	£20,000
Lifetime ISA (within ISA limit)	**£4,000**	£4,000
Junior ISA / Child Trust Fund	**£9,000**	£9,000
EIS at 30%[1]	**£1m**	£1m
SEIS at 50%	**£200,000**	£200,000
VCT	**£200,000 at 20%**	£200,000 at 30%

1. £2m if at least £1m is invested in knowledge-intensive companies.

CORPORATION TAX

FINANCIAL YEAR FROM 1 APRIL

TAXABLE PROFITS	FY2026	FY2025
Up to £50,000 (small profits rate)	**19%**	19%
£50,001–£250,000 (marginal rate)	**26.5%**	26.5%
Over £250,000 (main rate)	**25%**	25%
Overdrawn loans to participators (s455)	**35.75%**	33.75%

Limits are divided by the number of associated companies and pro-rated for short accounting periods. The government has committed to a 25% cap on the main rate for this Parliament.

CAPITAL ALLOWANCES

	2026/27	2025/26
Annual Investment Allowance (100%)	**£1m**	£1m
Full expensing: new main-rate plant (companies)	**100%**	100%
FYA: new special-rate plant (companies)	**50%**	50%
FYA: main-rate plant, incl. unincorporated and leasing[1]	**40%**	–
Main pool writing down allowance[2]	**14%**	18%
Special rate pool writing down allowance	**6%**	6%
Structures and buildings allowance	**3%**	3%
Cars: new zero-emission / 1–50g / over 50g	**100% / main / 6%**	100% / main / 6%

1. For expenditure from 1 January 2026; rises to 50% from 1 January 2027.
2. From 1 April 2026 (companies) / 6 April 2026 (income tax). Falls to 12% from April 2027.

RESEARCH AND DEVELOPMENT

Merged scheme expenditure credit (RDEC)	**20%**
Enhanced support for R&D-intensive SMEs: extra deduction	**86%**
R&D-intensive SME payable credit	**14.5%**
R&D intensity threshold	**30%**

VAT

	FROM 1/4/26	2025/26
Standard / reduced / zero rate	**20% / 5% / 0%**	20% / 5% / 0%
Registration threshold	**£90,000**	£90,000
Deregistration threshold	**£88,000**	£88,000
Flat rate scheme: joining limit	**£150,000**	£150,000
Cash and annual accounting: joining limit	**£1.35m**	£1.35m

Domestic electricity is zero-rated from 1 October 2026 to July 2027. Business supplies are unaffected.

STAMP DUTY LAND TAX

ENGLAND & NI

RESIDENTIAL (SLICE OF PRICE)	RATE
Up to £125,000	**0%**
£125,001–£250,000	**2%**
£250,001–£925,000	**5%**
£925,001–£1.5m	**10%**
Over £1.5m	**12%**
NON-RESIDENTIAL AND MIXED USE	**RATE**
Up to £150,000 / £150,001–£250,000 / over £250,000	**0% / 2% / 5%**

First-time buyers: 0% on the first £300,000 for homes up to £500,000. Additional dwellings and companies: +5% surcharge. Non-UK residents: +2%. Residential property over £500,000 bought by a company: 17% flat rate, subject to reliefs. Returns and payment due within 14 days. Scotland (LBTT) and Wales (LTT) have their own rates.

MAKING TAX DIGITAL FOR INCOME TAX

QUALIFYING INCOME (SELF-EMPLOYMENT + PROPERTY)	MUST JOIN FROM
Over £50,000	**6 April 2026**
Over £30,000	**6 April 2027**
Over £20,000	**6 April 2028**

Quarterly updates are due 7 August, 7 November, 7 February and 7 May, with a final declaration by 31 January. No late-submission penalties for quarterly updates in 2027/28 for those joining in April 2027.

KEY DATES AND DEADLINES

Self Assessment: online return, balancing payment and 1st payment on account	**31 January**
Self Assessment: 2nd payment on account	**31 July**
Notify HMRC of new taxable income	**5 October**
Paper Self Assessment return	**31 October**
PAYE / NIC / CIS payments (electronic)	**22nd monthly**
CIS monthly return	**19th monthly**
P60s to employees	**31 May**
P11D and P11D(b) / Class 1A payment	**6 July / 22 July**
VAT return and payment	**1 month + 7 days**
Corporation tax payment (non-large companies)	**9 months + 1 day**
Corporation tax return (CT600)	**12 months**
Companies House accounts (private company)	**9 months**
Confirmation statement	**14 days after review date**
CGT on UK residential property	**60 days**
Inheritance tax on death	**6 months after month end**

Periods run from the end of the relevant accounting or VAT period. Our full month-by-month calendar is at coreacc.co.uk/resources/2026-tax-calendar.

AUTUMN BUDGET 2026: WHAT'S CHANGING

ANNOUNCED 28 OCTOBER 2026

- **Savings and property income** taxed at 24% / 44% / 49% from 6 April 2027 (property rates apply in England, Wales and NI). Dividend rates unchanged.
- **Thresholds frozen**: personal allowance, income tax bands, NIC thresholds, IHT nil-rate bands all held until April 2031.
- **Trading allowance** triples to £3,000 from 6 April 2027.
- **First-year allowance** for main-rate plant rises to 50% from 1 January 2027. The main **writing down allowance** falls to 12% from April 2027.
- **BADR** lifetime limit halves to £500,000 from 6 April 2027. New **Founders' Relief**: 10% CGT on up to £10m of lifetime gains for qualifying founders.
- **Mileage rates** set at 55p for the first 10,000 miles and 35p thereafter from 6 April 2027.
- **National Living Wage** rises to £13.21 from 1 April 2027 (18–20: £11.27; under 18 and apprentices: £8.31).
- **New state pension** rises to £250.70 a week from April 2027.
- **ISAs**: the planned cut to cash ISA subscriptions is abandoned. The £20,000 limit stays.
- **Pensions and IHT**: unused pension funds fall into estates from 6 April 2027. Salary sacrifice NIC savings are capped at £2,000 from April 2029.
- **MTD for Income Tax** extends to qualifying income over £30,000 from April 2027.
- **Online marketplaces** to collect VAT on many UK sellers' sales from October 2027.

Talk to us before you act

These tables are a starting point. Book a free 30-minute discovery call and we'll show you what the numbers mean for you and your business.

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