

Income tax rates	2020-21	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15	2013-14	2012-13
Basic rate	20%	20%	20%	20%	20%	20%	20%	20%	20%
on taxable income from	£0	£0	£0	£0	£0	£0	£0	£0	£0
up to	£37,500	£37,500	£34,500	£33,500	£32,000	£31,875	£31,865	£32,010	£34,370
Higher rate	40%	40%	40%	40%	40%	40%	40%	40%	40%
on taxable income over	£37,500	£37,500	£34,500	£33,500	£32,000	£31,875	£31,865	£32,010	£34,370
Additional rate	45%	45%	45%	45%	45%	45%	45%	45%	50%
on taxable income over	£150,000	£150,000	£150,000	£150,000	£150,000	£150,000	£150,000	£150,000	£150,000
Starting rate on savings income	10%	10%	10%	10%	10%	10%	10%	10%	10%
Starting rate limit (savings income)	£5,000	£5,000	£5,000	£5,000	£5,000	£5,000	£2,880	£2,790	£2,710
Trust rate	45%	45%	45%	45%	45%	45%	45%	45%	50%
Dividend income (see below for 2016/17 onwards)									
within basic rate band						10%	10%	10%	10%
within higher rate band						32.50%	32.50%	32.50%	32.50%
above the higher rate limit						37.50%	37.50%	37.50%	42.50%

* From 2008-09 there is a 10 per cent starting rate for savings income only. If an individual's taxable non-savings income exceeds the starting rate limit, then the 10 per cent starting rate for savings will not be available for savings income.

Dividend tax	2020-21	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15	2013-14	2012-13
Top rate of tax	50.00%	50.00%	50.00%	50.00%	50.00%	45.00%	45.00%	45.00%	50.00%
Dividend rate	42.50%	42.50%	42.50%	42.50%	42.50%	37.50%	37.50%	37.50%	42.50%
Effective rate	36.11%	36.11%	36.11%	36.11%	36.11%	30.55%	30.55%	30.55%	36.11%
Higher rate tax	40.00%	40.00%	40.00%	40.00%	40.00%	40.00%	40.00%	40.00%	40.00%
Dividend rate	32.50%	32.50%	32.50%	32.50%	32.50%	32.50%	32.50%	32.50%	32.50%
Effective rate	25.00%	25.00%	25.00%	25.00%	25.00%	25.00%	25.00%	25.00%	25.00%

Dividend tax from 2016/17 onwards

The dividend tax rate is abolished.

The first £5,000 of dividend is tax free.

Dividends falling into the basic rate band will be taxed at 7.5%.

Dividends falling into the higher rate band will be taxed at 32.5%.

Dividends falling into the upper rate band will be taxed at 38.1%.