

































OUTDATED TAX RELIEFS ARE COSTING UK TAXPAYERS

Most of these reliefs and allowances haven't kept pace with inflation.

Here's how much they should be worth today

RELIEF	CURRENT (amount)	LAST UPDATED (year)	INFLATION EQUIVALENT TODAY* (amount)	INCREASE IN VALUE (vs current)
 Annual staff event exemption	£150	 2003	£281.71	↑ 87% 
 Small gifts exemption	£250	 1985	£795.07	↑ 218% 
 Wedding gift allowance	£5,000	 1975	£39,876.06	↑ 697% 
 IHT annual exemption	£3,000	 1981	£11,875.42	↑ 296% 
 IHT nil rate band	£325,000	 2009	£532,501.46	↑ 64% 
 Homeworking rates (per month)	£10 – £26	 2013	£14.40 – £37.43	↑ 44% – 44% 
 Household expenses (per week)	£6	 2020	£7.83	↑ 31% 
 Trivial benefits	£50	 2016	£70.45	↑ 41% 
 Rent-a-room relief	£7,500	 2016	£10,568.20	↑ 41% 
 Personal Savings Allowance (basic rate)	£1,000	 2016	£1,409.09	↑ 41% 
 Personal Savings Allowance (higher rate)	£500	 2016	£704.55	↑ 41% 



These frozen reliefs may seem small,
**but together they cost taxpayers
hundreds of pounds every year.**



Outdated. Out of step. Out of date.
It's time these reliefs were updated
to reflect today's economy.

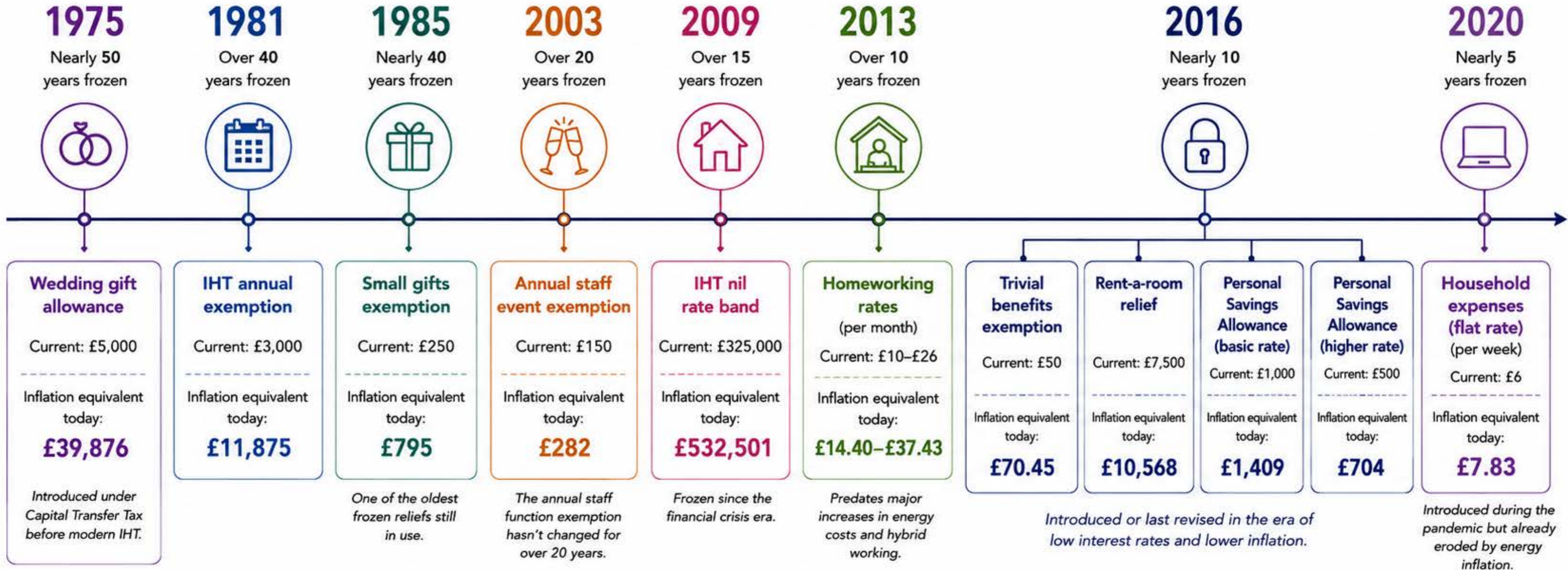
* Inflation equivalents calculated
using CPI inflation to April 2024.

Source: ATT analysis

FROZEN IN TIME: WHEN TAX RELIEFS WERE LAST UPDATED

Many of the UK's tax reliefs and allowances haven't kept pace with inflation.

Here's when they were last changed – and what they'd be worth today.



£ **OUTDATED. OUT OF STEP. OUT OF DATE.** These frozen figures may seem small, but together they cost taxpayers, workers and families hundreds of pounds every year – and billions across the UK economy.

Inflation equivalents calculated using CPI inflation to April 2024. **Source:** ATT analysis