



ELECTRIC CAR TAX GUIDE

Company cars have been an issue for business owners for many years – it's just not been worth the tax.

Things **have changed**. This guide is to help you as a business owner to make the right decision for you and your business.

Our new company car tax service helps you take advantage of the tax breaks available for business owners who go electric.

To see how you can benefit from these new tax breaks speak to us now on (0161) 980 8788 or email: cars@alexanderknightaccountants.co.uk.

A premium electric vehicle could save you as a business owner £1000s – compared to traditional vehicles.

We can help you benefit from driving any of these luxury electric or hybrid vehicles:



Electric Intelligence
by Mercedes-Benz



You're not only making the right decision financially, but you're making one of the most beneficial individual choices to help protect the environment.

“Electric cars are a game changer for the humble company car. The new tax breaks laid out by the Government have made it fashionable and lucrative to drive an electric vehicle. Not only is this supporting socially responsible business owners, and fleet managers, but you'll be rewarded in benefit-in-kind allowances. It's time to consider the switch or if you have already – let's look at what you'll now benefit from.”

“One client of ours saw more than £10,000 knocked off his tax bill because he plumped for the Range Rover Hybrid model over the petrol version.”

Murray Patt, Founder
Alexander Knight & Co



We'll give you the right advice if you're plumping for a hybrid-model. They still offer a tax break but, it's not zero percent as with fully-electric vehicles. Another issue to think about is that Hybrids now feature in the Government's hit list for cars that will be banned from 2035.

> Review our full emissions table on the next page.

UK company car tax rules: 2020 - 2023

The table below shows benefit-in-kind bands for emissions from your vehicle that have been set until 2023

Cars registered from 6 April 2020:				
CO2 (g/km)	Electric range (miles)	2020-21 (%)	2021-22 (%)	2022-23 (%)
0	N/A	0	1	2
1-50	>130	0	1	2
1-50	70-129	3	4	5
1-50	40-69	6	7	8
1-50	30-39	10	11	12
1-50	<30	12	13	14
51-54		13	14	15
55-59		14	15	16
60-64		15	16	17
65-69		16	17	18
70-74		17	18	19
75-79		18	19	20
80-84		19	20	21
85-89		20	21	22
90-94		21	22	23
95-99		22	23	24
100-104		23	24	25
105-109		24	25	26
110-114		25	26	27
115-119		26	27	28
120-124		27	28	29
125-129		28	29	30
130-134		29	30	31
135-139		30	31	32
140-144		31	32	33
145-149		32	33	34
150-154		33	34	35
155-159		34	35	36
160-164		35	36	37
165-169		36	37	37
170+		37	37	37

* Add 4% for diesels up to a maximum of 37% (unless RDE2 compliant). Diesel plug-in hybrids are classed as alternative fuel vehicles, so the 4% diesel supplement does not apply to these vehicles irrespective of RDE2 compliance

IT'S TIME TO GO ELECTRIC.

CALL US TODAY FOR TAILORED ADVICE ON THE TAX BENEFITS FOR YOUR NEW ELECTRIC COMPANY CAR.

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Chartered Accountants



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