

Stamp Duty Land Tax (Reduction) Bill

EXPLANATORY NOTES

Explanatory notes to the Bill, prepared by HM Revenue & Customs, are published separately as Bill 171—EN.

EUROPEAN CONVENTION ON HUMAN RIGHTS

The Chancellor of the Exchequer has made the following statement under section 19(1)(a) of the Human Rights Act 1998:

In my view the provisions of the Stamp Duty Land Tax (Reduction) Bill are compatible with the Convention rights.

Stamp Duty Land Tax (Reduction) Bill

[AS INTRODUCED]

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[AS INTRODUCED]

A

B I L L

TO

Reduce the amount of stamp duty land tax chargeable on the acquisition of residential property.

BE IT ENACTED by the King’s most Excellent Majesty, by and with the advice and consent of the Lords Spiritual and Temporal, and Commons, in this present Parliament assembled, and by the authority of the same, as follows:—

1 Reduction of SDLT on acquisition of residential property

- (1) Part 4 of the Finance Act 2003 is amended as follows.
- (2) In section 55(1B) (amount of stamp duty land tax chargeable: general), for Table A substitute—

“TABLE A: RESIDENTIAL

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<i>Part of relevant consideration</i>	<i>Percentage</i>
So much as does not exceed £250,000	0%
So much as exceeds £250,000 but does not exceed £925,000	5%
So much as exceeds £925,000 but does not exceed £1,500,000	10%
The remainder (if any)	12%”.

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- (3) In Schedule 4ZA (higher rates of stamp duty land tax for additional dwellings etc), for the Table A in section 55(1B) mentioned in paragraph 1(2) substitute—

“TABLE A: RESIDENTIAL

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<i>Part of relevant consideration</i>	<i>Percentage</i>
So much as does not exceed £250,000	3%
So much as exceeds £250,000 but does not exceed £925,000	8%

So much as exceeds £925,000 but does not exceed £1,500,000	13%
The remainder (if any)	15%”.

- (4) In Schedule 5 (amount of SDLT chargeable in respect of rent), in paragraph 2(3), for Table A substitute –

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“TABLE A: RESIDENTIAL

<i>Rate bands</i>	<i>Percentage</i>
£0 to £250,000	0%
Over £250,000	1%”.

- (5) In Schedule 6ZA (relief for first-time buyers) –

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- (a) in paragraph 1(3), for “£500,000” substitute “£625,000”, and
 (b) for the Table A in section 55(1B) mentioned in paragraph 4 substitute –

“TABLE A: RESIDENTIAL

<i>Part of relevant consideration</i>	<i>Percentage</i>
So much as does not exceed £425,000	0%
Any remainder (so far as not exceeding £625,000)	5%”.

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- (6) The amendments made by this section have effect in relation to land transactions the effective date of which falls on or after 23 September 2022.

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2 Short title

This Act may be cited as the Stamp Duty Land Tax (Reduction) Act 2022.

Stamp Duty Land Tax (Reduction) Bill

[AS INTRODUCED]

A

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TO

Reduce the amount of stamp duty land tax chargeable on the acquisition of residential property.

*Ordered to be brought in by
the Chairman of Ways and Means,
the Prime Minister, the Chancellor of the Exchequer,
Edward Argar, Richard Fuller, Andrew Griffith
and Felicity Buchan.*

Ordered, by The House of Commons, to be
Printed, 24th October 2022.

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