

BUSINESS TAXATION – FA24 CHANGES GUIDE

This guide refers to changes from both Finance Act 2024 and Finance (No 2) Act 2024.

Note that all chapters have been updated for FY 2024 rates.

FA24 Ch	FA23 Ch	Topic	Major changes	Minor changes	No changes	Notes
1	1	Introduction to business compliance and business taxation			✓	
2	2	Tax year basis			✓	The current year basis and calculation of transition profits on the move to the tax year basis are no longer in the syllabus. The taxation of transition profits remains examinable.
	3	The current year basis and closing year rules				
	4	Transition to the tax year basis				
3	5	Introduction to partnerships			✓	
4	6	Partnership changes			✓	
5	7	Partnership admissions and retirements			✓	

6	8	Calculating the income tax liability			✓	
7	9	An introduction to self-assessment			✓	
8	10	Further aspects of self-assessment			✓	
9	11	Payment dates, interest and penalties		✓		HMRC late payment interest rate now 7.75%
10	12	Class 4 National insurance		✓		Class 2 NICs are not due in respect of taxable trade profits from 2024/25. Where profits are less than the small profits threshold the individual can pay voluntary Class 2 NICs in order to preserve entitlement to the state pension.
11	13	Introduction to corporation tax			✓	
12	14	Computation of corporation tax			✓	
13	15	Long periods of account			✓	
14	16	Corporation tax self-assessment (CTSA)			✓	
15	17	Payment of corporation tax			✓	

16	18	Interest on late paid corporation tax and repayments		✓		Updated for interest rate changes
17	19	CTSA Penalty regime			✓	
18	20	Close companies			✓	
19	21	Companies accounting for income tax			✓	

VALUE ADDED TAX – FA24 CHANGES GUIDE

This guide refers to changes from both Finance Act 2024 and Finance (No 2) Act 2024.

Throughout the study manual changes have been made to reflect the new £90,000 registration limit and £88,000 deregistration limit

FA24 Ch	FA23 Ch	Topic	Major changes	Minor changes	No changes	Notes
1	1	VAT general principles		✓		Mention of Windsor Framework
2	2	Registration		✓		New registration limit of £90,000 and £88,000 deregistration limit Applications for registration from 13 November 2023 must generally be made online rather than through the old paper VAT 1 form More detail added on what amounts to a business activity and who is a 'person' for VAT
3	3	Liability of the supply			✓	
4	4	Schedule 8 VATA 1994 – Zero-rating			✓	
5	5	Schedule 9 VATA 1994 – Exemptions			✓	
6	6	Deemed supplies			✓	

7	7	Value of the supply			✓	
8	8	Time of supply			✓	
9	9	Input tax – When to recover		✓		Advisory fuel rates have been updated to rates that apply from 1 March 2024 as per the Tax Tables
10	10	VAT records and returns			✓	
11	11	Partial exemption			✓	
12	12	Bad debt relief			✓	
13	13	Accounting for VAT			✓	
14	14	The flat-rate scheme			✓	
15	15	Penalties for incorrect returns			✓	
16	16	Penalties for failure to notify			✓	
17	17	Penalties for late returns and late payment		✓		Under the new penalty regime, a VAT group has a single liability for points, which are held by the representative member. A new member joining will not affect the points total even if they have points before joining. If a member leaves and sets up its own VAT registration, it will start at zero points

18	18	VAT: International aspects – Goods			✓	
19	19	VAT: International aspects – Services			✓	
20	20	Transfer of a going concern			✓	
21	21	Groups			✓	
22	22	Retail schemes			✓	
N/A	23	VAT in Company Financial Statements				No longer examinable

EMPLOYMENT TAXATION – FA24 CHANGES GUIDE

This guide refers to changes from both Finance Act 2024 and Finance (No 2) Act 2024.

Note that all chapters have been updated for 2024/25 thresholds, rates and allowances.

FA24 Ch	FA23 Ch	Topic	Major changes	Minor changes	No changes	Notes
1	1	Introduction to employment taxes			✓	
2	2	Introduction to employment income and benefits			✓	
3	3	Company car and fuel benefits			✓	
4	4	Living accommodation – Taxable benefits			✓	
5	5	Loans to employees and use of assets			✓	
6	6	Miscellaneous benefits and other points			✓	
7	7	Introduction to PAYE			✓	
8	8	PAYE forms and end of year returns			✓	
9	9	PAYE/Penalties and Interest			✓	

10	10	Apprenticeship levy			✓	
11	11	Class 1 National Insurance Contributions			✓	
12	12	Class 1 NICs and Directors			✓	
13	13	Class 1A and 1B National Insurance Contributions			✓	
14	14	Introduction to share schemes			✓	
15	15	Share incentive plans			✓	
16	16	Save as You Earn Schemes			✓	
17	17	Company share option plans			✓	
18	18	Enterprise management incentives		✓		From 6 April 2024, deadline for notifying EMI option grant extended to 6 July following the end of the tax year.
19	19	Share schemes – Employer obligations			✓	
20	20	Employment income and residence and domicile			✓	

21	21	Expenses of employment			✓	
22	22	Gifts to charity and pension contributions			✓	
23	23	Termination payments		✓		HMRC guidance now only provided by Non-Statutory Clearance Service.
24	24	Statutory leave and payments		✓		Statutory paternity leave can now be taken at any time within a year of the baby's birth and if two weeks are taken they do not need to be consecutive. Application for statutory paternity pay is now only required at least 28 days before the week the baby is due.
25	25	Statutory sick pay			✓	
26	26	Student and postgraduate loans			✓	
27	27	Employed or self-employed?			✓	
28	28	Construction industry deduction scheme		✓		VAT obligations are now considered when applying the Compliance Test and the Scheduled Review.
29	29	Off-payroll working			✓	