

AW MODULE A – FA19 CHANGES GUIDE

FA19 Ch	FA18 Ch	Topic	Major changes	Minor changes	No changes	Notes
1	1	VAT General Principles		✓		
2	2	Registration			✓	
3	3	Definition of Supplies			✓	
4	4	Liability of the Supply	✓			From 1 October 2019 certain types of energy saving materials are no longer reduced-rated and only supplies to qualifying customers will come within the scope of the reduced-rate
5	5	Schedule 8 VATA 1994 – Zero-Rating		✓		The reference to the pre-2012 treatment of ‘hot food’ has been removed
6	6	Schedule 9 VATA 1994-Exemptions		✓		Added brief information on personal contract purchases (PCP) and the change in VAT rules
7	7	Deemed Supplies and Self-Supplies			✓	
8	8	Value of the Supply			✓	
9	9	Time of Supply		✓		The rules on forfeited deposits have changed from 1 March 2019 and details on these changes have been added
10	10	Input Tax - When to Recover		✓		Updated advisory fuel rates for latest figures and the rate for electric cars has been added

11	11	Partial Exemption			✓	
12	12	VAT Records and Returns	✓			Updated with details on the 'Making Tax Digital' (MTD) provisions
13	13	Accounting for VAT		✓		Small revision to rules for leaving the cash accounting scheme
14	14	Bad Debt Relief			✓	
15	15	HMRC Powers, Appeals and Assessments			✓	
16	16	Penalties for Incorrect Returns			✓	
17	17	Penalties for Failure to Notify			✓	
18	18	Default Surcharge		✓		Minor change about defaults that apply to small businesses
19	19	International Aspects - Goods			✓	
20	20	International Aspects – Services		✓		Updated MOSS with the changes effective from 1 Jan 19 aimed to reduce the impact on small EU businesses (£8,818 threshold before needing to register for MOSS)
21	21	Land and Buildings - Zero and Reduced-Rating			✓	

22	22	Land and Buildings - Exemption and Standard-Rating	✓			<p>Added paragraph regarding HMRC Brief 6/18 and VAT on services provided by a management company to a landlord</p> <p>A new section has been added on the domestic reverse charge for certain building and construction services from 1 October 2020</p>
23	23	Land and Buildings - Option to Tax			✓	
24	24	Capital Goods Scheme			✓	
25	25	Transfer of a Going Concern			✓	
26	26	Groups			✓	
27	27	The Flat-Rate Scheme			✓	
28	28	Retail Schemes			✓	
29	29	Charities			✓	
30	30	Second-hand Goods Margin Scheme			✓	

31	31	Stamp duty on shares		✓		<p>New SI enacted in March 2019 allowing HMRC the use of a machine to stamp documents.</p> <p>A transfer of a hybrid capital instrument (in s.475C CTA 2009) is exempt from SD.</p> <p>Clarification that purchases of shares in SIPs (eg partnership or dividend shares) are exempt from SD.</p> <p>A targeted market value rule was introduced for listed securities transferred to connected companies from 29 October 2018. The purpose was to simplify stamp taxes on shares and prevent contrived arrangements being used to avoid tax. The tax is charged on the higher of the actual consideration and the market value of the securities.</p>
32	32	Stamp duty land tax		✓		<p>Inclusion of the four conditions to be met before the 3% additional rates are due on the purchase of a residential property.</p> <p>Expansion on the exclusions from the additional 3% rates on the purchases of residential property.</p> <p>Inclusion of 'granny flats' and the 3% additional rates and MDR.</p> <p>Shared ownership schemes whereby the person pays the SDLT in instalments can benefit from the first-time buyers' relief.</p> <p>Expanded section on charities relief and added that if a charity buys a property with another party as tenants in common, relief is available for the charitable element.</p> <p>More detail provided on consideration and when works carried out are included or excluded.</p> <p>Sequence Care Group case added concerning the 'relievable trade' exclusion in the legislation for the 15% anti avoidance rate for dwellings.</p>

33	33	Stamp duty land tax - administration		✓		Time limit for filing return and paying tax is reduced from 30 days to 14 days.
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