

AW FOR APS IHTE – FA19 CHANGES GUIDE

PERSONAL INCOME TAX

Note that all chapters have been updated for 2019/20 thresholds, rates and allowances.

FA19 Ch	FA18 Ch	Topic	Major changes	Minor changes	No changes	Notes
1	1	Relief for married couples			✓	
2	2	Deductible payments			✓	
3	3	Tax relief on donations to charity			✓	
4	4	Scottish taxpayers			✓	
5	5	Introduction to property income			✓	
6	6	Property income: further aspects			✓	

7	7	Introduction to employment income & benefits			✓	
8	8	Company car & fuel benefits			✓	
9	9	Living accommodation: taxable benefits			✓	
10	10	Loans to employees & use of assets			✓	
11	11	Miscellaneous benefits		✓		Provision of workplace charging facilities for employee's own car now an exempt benefit.
12	12	Expenses of employment			✓	
13	13	Introduction to PAYE			✓	

14	14	Operation of the PAYE System			✓	
15	15	Class 1 National Insurance Contributions			✓	
16	16	Class 1A & 1B National Insurance			✓	
17	17	Termination payments			✓	
18	18	Employed or self employed?			✓	
19	19	Pension schemes			✓	
20	20	Miscellaneous provisions			✓	
21	21	The Enterprise Investment Scheme			✓	
	22	<i>Social Investment Tax Relief</i>				<i>Not in AW for APS IHTTE syllabus</i>

22	23	Residence – The Statutory Residence Rules			✓	
23	24	Domicile			✓	
24	25	Deemed domicile			✓	
25	26	Taxation of foreign income - general principles			✓	
26	27	The remittance basis			✓	
27	28	The remittance basis charge			✓	
28	29	Double Tax Relief			✓	
29	30	Overseas aspects of employment income			✓	

CAPITAL GAINS TAX

FA19 Ch	FA18 Ch	Topic	Major changes	Minor changes	No changes	Notes
1	1	Options			✓	
2	2	EIS and SEIS reinvestment relief			✓	
3	3	Gains and Losses on EIS and SEIS shares			✓	
4	4	Purchase of Own Shares			✓	
5	5	Transfer of Assets Abroad			✓	
6	6	Transactions in UK Land			✓	
7	7	Annual Tax on Enveloped Dwellings	✓			CGT on ATED-related gains abolished from 2019/20.

BUSINESS INCOME TAX

FA19 Ch	FA18 Ch	Topic	Major changes	Minor changes	No changes	Notes
1	1	Trading Income and the Badges of Trade			✓	
2	2	Adjustment of Profit - General Principles			✓	
3	3	Common Adjustments			✓	
4	4	Current Year Basis and Opening Year Rules			✓	
5	5	Overlap Relief and Closing Year Rules			✓	
6	6	Change of Accounting Date			✓	
7	7	Losses - Continuous Trades			✓	

8	8	Losses - Opening and Closing Year Rules			✓	
9	9	Classes 2 and 4 National Insurance			✓	
10	10	Introduction to Partnerships			✓	
11	11	Partnership Changes			✓	
12	12	Partnership Admissions and Retirements			✓	
13	13	Partnership Losses			✓	
14	14	Limited Liability Partnerships			✓	
15	15	Partnership Capital Gains - basic principles			✓	

16	16	Partnership Capital Gains - further aspects			✓	
17	17	Partnership Capital Gains - asset revaluations			✓	

CORPORATION TAX

FA19 Ch	FA18 Ch	Topic	Major changes	Minor changes	No changes	Notes
1	1	Introduction to Corporation Tax		✓		Non-resident companies charged to corporation tax on gains from disposals of interests in UK land and buildings from 6 April 2019.
2	2	Computation of Corporation Tax		✓		Corporation tax rate for FY 2020 reduced to 17%.
3	3	Long Periods of Account			✓	
4	4	Corporation Tax Self-Assessment (CTSA)			✓	
5	5	Payment of Corporation Tax			✓	
6	6	Property Income			✓	
7	7	Relief for Trading Losses		✓		100% FYAs on environmentally friendly/energy saving equipment abolished from 31.3.20.
8	8	Relief for Other Losses			✓	
9	9	Corporate Capital Gains			✓	
10	10	Change in Ownership of a Company			✓	
11	11	Close Company Definition			✓	

12	12	Close Company Implications	✓			Section added re apportioning gains to participators
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VAT & STAMP TAXES

FA19 Ch	FA18 Ch	Topic	Major changes	Minor changes	No changes	Notes
1	1	VAT General Principles		✓		
2	2	Registration			✓	
3	3	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>

4	4	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>
5	5	Stamp duty land tax – administration		✓	<p>Time limit for filing return and paying tax is reduced from 30 days to 14 days.</p>