



Private client tax

## Topical issues in personal tax

# Have you considered these topical issues in the UK tax system?

### Sale of residential property

From 6 April 2020 the sale of any UK residential property must be reported to HMRC within 30 days of completion with a payment on account of capital gains tax due at the same time.

### Property sales by non-residents

From 6 April 2019, the rules on the taxation of residential property sales by non-UK tax resident persons were extended to cover all UK real estate as well as shares in companies deriving their value from UK land and buildings. Such sales are taxable and reportable within 30 days of conveyance.

### Taxation of pension contributions

Personal tax charges become payable when pension saving exceeds a £40,000 annual limit plus unused carried forward allowances. High earners suffer reduced annual limits and more of our clients are being affected, although from 6 April 2020 only those earning over £200,000 will see their allowance reduced below £40,000.

### Low emissions, low tax exposure

Fully electric company cars carried a 0% tax charge for the 2020/21 tax year and whilst tax on these fully electric cars is being phased in over the coming years, rates will remain tax attractive in the short to medium term.

### Frozen allowances

From April 2021 a number of tax free allowances have been frozen for a number of years, including the Income Tax Personal Allowance, the Capital Gains Annual Exempt Amount and the Inheritance Tax Nil Rate Band, making management of exposure to these taxes increasingly relevant.

### Making Tax Digital for Income Tax

We have seen the introduction of MTD in other areas and from 6 April 2023 this is expected to be extended to the self-employed and property landlords with income in excess of £10,000. Quarterly tax reporting will become necessary, with acceleration of tax payments expected to follow.

### COVID deficit

The pandemic has left a huge hole in the country's finances with most commentators anticipating a period of increased taxes as a result. Keeping informed of proposed changes and planning your finances accordingly is advised.

### COVID support

The 2020/21 tax return carries boxes allowing repayment of wrongly claimed COVID financial support. With stricter criteria for SEISS payments 4 and 5 the Government focus will gradually shift from paying support to compliance and enforcement where it has been wrongly claimed.

### Probate services

As well as offering a wide range of tax services, a number of UHY Hacker Young offices, including Letchworth, are regulated to carry out non-contentious probate services.



*If you think any of these tax issues may affect you, feel free to contact your local UHY tax expert for advice.*

### The next step

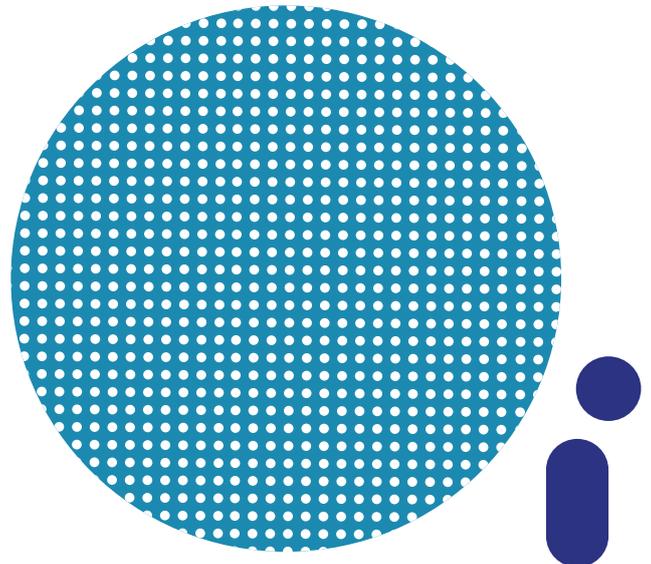
Should you wish to discuss how any of these matters may affect you, please speak to your usual adviser, or contact

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Alternatively, read more about us on our website at [www.uhy-uk.com](http://www.uhy-uk.com).



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