ONESOURCE™ CORPORATE TAX

UNITED KINGDOM RELEASE NOTES

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Document Version 1

THOMSON REUTERS®

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DOCUMENT HISTORY

VERSION NUMBER	VERSION DATE	SUMMARY
1	05/12/2022	ONESOURCE Corporate Tax v15.0

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RELEASE SUMMARY

For documentation and other product information, search the Customer Center.

This release includes the latest HMRC interest rates on underpaid and overpaid tax.

Subsequent to HMRC updating the corporation tax online service to fix the issues relating to the CT600L that were stopping many electronic submissions, HMRC have now clarified their guidance and stated the 2022 version of the CT600L must be used when there is an RDEC step 2 restriction brought forward. This is the case despite there being a scenario when the corporation tax online service cannot be used – see the Changes and issues affecting the corporation tax online service page of their website for details.

We previously updated the rates and limits used in FY 2023 early build files, following the announcement in the September Autumn statement that the rate rises for the year FY 2023 were being reversed. Following the re-introduction of the increased rate and related changes in the November Autumn statement, we have again updated the routine to ensure that the correct rates and limits are used.

A number of cases were reported to us of an issue with the **Tax rates** sheet in some trade, investment and multi-trade files rolled forward into periods ending in FY 2020. We have identified the cause and made changes to the roll forward routine to stop the issue.

CHANGES AND UPDATES – HMRC INTEREST RATES

AREA OF CHANGE	DETAILS AND LIMITATIONS
Rates of interest on underpaid and overpaid tax	We have updated the four CTSA interest rates used within the software. The rates updated cover interest: - • charged on underpayments of QIPs • paid on overpayments of QIPs • charged on late payments of Corporation Tax • paid on repayments of Corporation Tax The rates used are defined on the HMRC interest rates for late and early payments page of the HMRC website. You can check the current and historical rates being used by ONESOURCE, by selecting *Data* then *CTSA interest rates* and selecting the relevant option. ONESOURCE Corporate Tax uses these rates in the **Tax payments and interest** sheet, and automatically calculates interest arising on outstanding tax balances or owed on amounts overpaid. Interest rate calculations will have a footnote, indicated by “§”, which will show in detail how the interest is calculated. The footnote will show at the bottom of the page when printed or reviewed and can also be viewed in the bottom left of the screen. We will continue to issue updates with the revised interest rates, as and when required.

CHANGES AND UPDATES – CORPORATION TAX

AREA OF CHANGE	DETAILS AND LIMITATIONS
HMRC requirement to use the CT600L (2022) version	HMRC have clarified guidance on when they expect the CT600L (2022) version to be used, in preference to the CT600L (2021) version. HMRC have now advised that they require the CT600L (2022) version to be used when there is a step 2 restriction brought forward, adding to the already complex history of the CT600L. The form has been required by HMRC for all submissions and re-submissions containing R&D credit claims from April 2021. The CT600L (2021) and related efiling schema contained a significant number of errors and omissions. We updated all unsubmitted files for periods ending from April 2020 onwards to use the 2021 form, together with the linked 2021 version of the CT600 form and related schema. For earlier period files, we added a check to the validation and submission routines that identified when the CT600L is required, then amended the file to allow the CT600L (2021) to be developed from the **Information for the return** sheet prior to submission. A new version of the CT600L and schema were released by HMRC in April 2022, which again contained errors. We updated all unsubmitted files for periods ending from April 2021 onwards to use the 2022 version of the CT600L and linked CT600 forms, together with the related schema, by default. The 2021 CT600 and CT600L forms could continue be used if, for instance, this had already been developed and agreed prior to submission. The number of errors being encountered required HMRC to release an amended version of the schema in mid-September, and we included changes with our update of the same month to support this. To ensure the clarified guidance is fully supported, we have made some adjustments: - • We now add the CT600L (2022) form to earlier period files, where it is identified this is required prior to submission/re-submission. • Where the CT600L (2021) has already been added to earlier period files, we amend the option so that CT600L (2022) will be developed if the existing version is erased and re-developed. • We add a note to the **W_FIXES** sheet of files for periods ending in April 2021 to advise of the new HMRC guidance.
Early build FY 2023 tax rates and limits	We updated the computation templates for trade, investment, and multi-trade computations in the September update, following the withdrawal of the increase in the main rate of Corporation tax and re-introduction of marginal rates for FY 2023. That withdrawal has now been reversed, and the increase in the main rate of Corporation tax and the re-introduction of marginal rates will now go ahead in FY 2023 as originally legislated. Rather than update all the computation templates again, we will run a routine when early build files are created to ensure that the rates and limits for FY 2023 on the **Tax rates** sheet are correct.

AREA OF CHANGE	DETAILS AND LIMITATIONS
Some tax rates and limits incorrect on roll forward to FY 2020	Following the release of v15.0 in July, some instances were reported where part of the **Tax rates** sheet appeared to have been incorrectly written in files rolled forward into periods ending during FY 2020. Following investigation, we have been able to confirm that the issue is only present when rolling forward into periods ending during FY 2020 files and will not have arisen on into later periods. We have amended the roll forward routine to ensure that this issue no longer arises. If you have a file that has already been affected by this, please contact the Hotline team.

CHANGES AND UPDATES – LIFE ASSURANCE

AREA OF CHANGE	DETAILS AND LIMITATIONS
HMRC requirement to use the CT600L (2022) version	HMRC have clarified guidance on when they expect the CT600L (2022) version to be used, in preference to the CT600L (2021) version. HMRC have now advised that they require the CT600L (2022) version to be used when there is a step 2 restriction brought forward, adding to the already complex history of the CT600L. The form has been required by HMRC for all submissions and re-submissions containing R&D credit claims from April 2021. The CT600L (2021) and related efiling schema contained a significant number of errors and omissions. We updated all unsubmitted files for periods ending from April 2020 onwards to use the 2021 form, together with the linked 2021 version of the CT600 form and related schema. For earlier period files, we added a check to the validation and submission routines that identified when the CT600L is required, then amended the file to allow the CT600L (2021) to be developed from the **Information for the return** sheet prior to submission. A new version of the CT600L and schema were released by HMRC in April 2022, which again contained errors. We updated all unsubmitted files for periods ending from April 2021 onwards to use the 2022 version of the CT600L and linked CT600 forms, together with the related schema, by default. The 2021 CT600 and CT600L forms could continue be used if, for instance, this had already been developed and agreed prior to submission. The number of errors being encountered required HMRC to release an amended version of the schema in mid-September, and we included changes with our update of the same month to support this. To ensure the clarified guidance is fully supported, we have made some adjustments: - • We now add the CT600L (2022) form to earlier period files, where it is identified this is required prior to submission/re-submission. • Where the CT600L (2021) has already been added to earlier period files, we amend the option so that CT600L (2022) will be developed if the existing version is erased and re-developed. • We add a note to the **W_FIXES** sheet of files for periods ending in April 2021 to advise of the new HMRC guidance.
Early build FY 2023 tax rates and limits	We updated the computation templates in the September update, following the withdrawal of the increase in the main rate of Corporation tax and re-introduction of marginal rates for FY 2023. That withdrawal has now been reversed, and the increase in the main rate of Corporation tax and the re-introduction of marginal rates will now go ahead in FY 2023 as originally legislated. Rather than update all the computation templates again, we will run a routine when early build files are created to ensure that the rates and limits for FY 2023 on the **Tax rates** sheet are correct.

CHANGES AND UPDATES – GROUP

AREA OF CHANGE	DETAILS AND LIMITATIONS
CIR efiling not disabled for periods ending before April 2021	It has been pointed out that the option to submit the Interest restriction return electronically is not currently disabled for group periods ending before April 2021. The introduction of electronic filing of the Interest restriction return was delayed several times during 2021 by HMRC, before eventually being made available at the end of that year. Electronic submission was subsequently mandated by statutory instrument from September 2022, requiring all submissions either to be made via the HMRC portal or via supporting software such as ONESOURCE Corporation Tax. Due to the delayed introduction, and resulting changes in reporting requirements, we focused our detailed testing on periods ending after April 2021 when the time limit for submission was likely to fall after the mandating of electronic filing. We have now changed *Tools > Application tools* so that menu options relating to the submission of Interest restriction returns are disabled if the group period ends before April 2021.

RELEASE DEPLOYMENT

Hosted customers

The update for ONESOURCE Corporate Tax v15.0 will be deployed by Thomson Reuters as part of our hosting services for ONESOURCE Corporate Tax users on 6th December. We will minimise the downtime required for this update.

For further details relating to the scheduled maintenance, including the start time and end time of the maintenance, please click here to access our system status page. ONESOURCE Corporate Tax is currently identified as *Corporate Tax (legacy) [EMEA]* and can be found under our "Direct Tax" applications.

If you would like to receive emails to notify of updates to our status page, you can subscribe through our status page. We recommend you use a modern browser such as Chrome, Firefox, or Edge to set your subscription preferences. More information about our new status page is available here.

Self-hosted customers

The update for ONESOURCE Corporate Tax v15.0 will be made available by Thomson Reuters via a secure download site on 6th December.

Installation instructions along with other relevant documentation will be included in the download file.

Non-hosted customers

The update for ONESOURCE Corporate Tax v15.0 will be made available on 6th December.

To be able to apply the update, you will need to have installed ONESOURCE Corporate Tax v15.0. If you have not yet installed v15.0, you can download the setup files from the Thomson Reuters download site.

Installation instructions along with other relevant documentation will be included in the download file.

Once you have v15.0 installed, access the application, and select the *Check for updates* option from the "Help" menu. This will initiate the download of the relevant files. You should then close and restart the application and the updates will be applied.