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	18/09/2023	ONESOURCE Corporate Tax v16.0

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RELEASE SUMMARY

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

This content update is to the FY 2023 template packs and is to provide support for the "relevant rate/factor" on eligible super-deduction expenditure and disposals in periods straddling 1 April 2023. Full details of the new and updated template packs included in this release can be found at Computation and template packs released.

This release also includes the updates for the latest HMRC rates of interest on underpaid and overpaid tax.

The notes are structured to focus on functional areas of change, rather than changes made to individual modules. Unless otherwise stated, all changes detailed have been made to all relevant computation or group template packs.

SUPER-DEDUCTION – PERIODS STRADDLING 1 APRIL 2023

AREA OF CHANGE	DETAILS AND LIMITATIONS
Support for the relevant rate/factor required to calculate super-deduction in straddling periods, plus additional VAT liabilities post 31 March 2023	We have updated the **Super-deduction expenditure** sheet to calculate and apply FYA at the relevant percentage set out in FA 2021, section 11(5) to eligible super-deduction expenditure incurred during "relevant periods", i.e those straddling the end of the temporary super-deduction qualifying period. The relevant percentage will automatically be applied to all additions entered, unless the *FA 2021, s11(4)(b) applies* flag is set to indicate that the addition is in respect of an additional VAT liability that has arisen post 31 March 2023. Where the flag is set, the alternative rate of FYA of 100% will be applied. We display the rate(s) being applied for full disclosure. This has also required changes to the **Plant pool** sheet, as this is currently where the FYA is calculated using the fixed rate of 130%. In addition to removing the calculation of FYA, we have removed all references to the rate being applied. Although the relevant factor used for calculation of the balancing charge in "relevant periods" is laid out in different terms legislatively under FA 2021, s12(8), the calculation is the same as for FYA. We therefore use the same calculation as above to determine the balancing charge for the period. The one significant difference for the balancing charge calculation, of course, is that it remains relevant for periods after the "relevant period" at an effective 100% of the relevant proportion of the disposal value. The legislation is silent on the number decimal places to use, and the HMRC examples at Examples for super-deduction and special rate first year allowance - GOV.UK (www.gov.uk) are not clear cut. As this could be significant for large disposal values, we do not restrict the number of decimal places in the calculations, although we naturally exclude pence. All new computation templates and existing FY 2023 files have been updated, apart from Authorised investment funds (AIFs) which do not support either of these sheets. A note is added to **W_FIXES** to confirm when existing files are updated.
Super-deduction and SR allowance qualifying expenditure carry forward not reducing to zero	We have received reports that if no *Date of disposal* was entered but a *Disposal value* was, the relevant calculations were being correctly carried out, but the *Qualifying expenditure c/f* was not reducing to zero and so the asset was incorrectly rolling forward to the following period. We have now made a small amendment to the calculations to ensure that the carry forward value now zeros correctly. All new computation templates have been updated, apart from Authorised investment funds (AIFs) which do not support either of these sheets. We have updated the **Super-deduction expenditure** sheet for existing FY 2023 files as part of the changes above but have not done so for the **SR allowance expenditure** sheet as any fix is a risk and this is easy to resolve.

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.

RELEASE DEPLOYMENT

Hosted customers

ONESOURCE Corporate Tax v16.0 will be deployed by Thomson Reuters as part of our hosting services for ONESOURCE Corporate Tax users by Monday 25th September to 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 enterprise customers

The update for ONESOURCE Corporate Tax v16.0 will be made available by Thomson Reuters via a secure download site by Monday 25th September. Installation instructions along with other relevant documentation will be included in the download file.

Non-hosted customers

The update for ONESOURCE Corporate Tax v16.0 will be made available on Monday 25th September on our download site. Installation instructions along with other relevant documentation will be included in the download file.

COMPUTATION AND TEMPLATE PACKS RELEASED

TEMPLATE PACK	COMPUTATIONS, CLAIMS AND FORMS SUPPORTED
Corporation tax and Investment trust	Updated computation template packs for all computation types covering periods ending in FY 2023: - • Trading companies • Investment companies • Multi-trade companies • Oil ring-fence companies • Real estate investment trust (REIT) investment companies • Real estate investment trust (REIT) trading companies • Investment trusts These support, where relevant, the following Corporation tax return forms and supplementary pages: - • CT600 – Company tax return • CT600A – Close company loans and arrangements to confer benefits on participators • CT600B – Controlled foreign companies and foreign permanent establishment exemptions, hybrid, and other mismatches • CT600C – Group and consortium relief • CT600D – Insurance • CT600E – Charities and Community Amateur Sports Club's • CT600F – Tonnage tax • CT600H – Cross-border royalties • CT600I – Supplementary charge in respect of ring fence trades • CT600J – Disclosure of tax avoidance schemes • CT600K – Restitution tax • CT600L – Research and development • CT600M – Freeports • CT600N – Residential property developer tax
Standalone tax accounting	Updated versions of the computation template packs covering periods ending in FY 2023 and FY 2024, for tax accounting / provisioning only calculations