



Question Bank

11/2022

Answer for Practice Assessment 1 – Task 8(e) – p153 of the Question Bank

The answer is currently missing, but it is as follows:

- (a) The date by which the tax liability for 2021/22 should be paid is 31 January 2023.
- (b) There will be two payments on account for 2022/23. Each will be calculated as 50% of the tax liability for the previous tax year (2021/22). The amount will therefore be £2,112.50 ($£4,225 \div 2$), and will be payable on 31 January during the tax year (31 January 2023) and 31 July after the end of the tax year (31 July 2023).
- (c) A balancing payment will be due on 31 January after the end of the tax year (31 January 2024) which will be calculated as the actual amount payable for 2022/23 less the two payments on account.
- (d) A penalty may be imposed on Mina as she has been careless and not taken reasonable care when filing her return. The penalty will be 30% of the potential lost revenue (PLR) to HMRC as a result of the error. This may be reduced to 0% if Mina makes an unprompted disclosure of the error, which would be before Mina has reason to believe HMRC might discover the error. Otherwise the penalty could be reduced to 15% of PLR and classed as a prompted disclosure.