

FINANCE ACT 2014

EXPLANATORY NOTES

INTRODUCTION

Sections 109 - 110: Annual Tax on Enveloped Dwellings

Details of the Sections

Section 109: ATED Reduction in Threshold from 1 April 2015

2. Subsection (1) provides for an amendment to Part 3 of Finance Act 2013 (Annual Tax on Enveloped Dwellings).
3. Subsection (2) amends the threshold from more than £2 million to more than £1 million.
4. Subsection (3) specifies the annual chargeable amount for residential properties valued at more than £1 million but not more than £2 million as £7,000.
5. Subsection (4) provides for subsections (2) and (3) to come into effect for the chargeable periods beginning on or after 1 April 2015.
6. Subsections (5) to (7) provide for a transitional rule for those persons falling within the “more than £1 million but not more than £2 million” band so that returns for the chargeable period 1 April 2015 to 31 March 2016 must be filed by 1 October 2015 and payment made by 31 October 2015.