

## QUESTION BANK AQ16

11/2016

### Task 2.3

#### Task 2.3

	Exempt
Class 1 Primary on £45,300 and Class 1A on £300	
Class 1 Primary and Secondary on £45,000 and Class 1A on £300	✓
Class 1 Primary and Secondary on £45,300	
Class 1 Primary and Secondary on £45,300 and Class 1A on £300	

.....

The word exempt should not be there. This affects the question and the answer.

### Task 4.20

#### Task 4.20

Selina is employed by JKL Ltd. She gives you with the following information about money she has received from her employer, and expenditure that she has incurred in relation to her employment in 2016/17:

Second sentence should read: "She gives you the following information..."

### Task 4.24

#### Task 4.24

Tick to show how the payroll deduction scheme works.

	✓
The employer deducts the contribution after calculating income tax under PAYE.	
The employer deducts basic rate tax from the contribution and the employee gets higher rate relief by extending the basic rate band in the tax computation.	
The employer deducts the contribution before calculating income tax under PAYE.	
The employer deducts basic rate tax from the contribution and there is no higher rate tax relief.	

.....

The requirement should say "...the payroll deduction scheme for occupational pensions works."

## Task 5.5

### Task 5.5

Sinead starts to let out property on 1 July 2016.

- (1) On 1 July 2016, she lets a house which she has owned for several years. The tenant is required to pay annual rent of £8,000, quarterly in advance. The house is let unfurnished. She incurs total allowable expenses of £1,200 in relation to this letting.
- (2) On 1 December 2016, she lets out a house which she has bought. The tenant pays annual rent of £450 per month, payable on the first of each month. The house is let unfurnished. She incurs total allowable expenses of £2,000 in relation to this letting.

**Sinead's property income for 2016/17 is:**

£	
---	--

In property two delete the word annual.

### Task 5.6

Task 5.6 (1) shows the net income is £102,000 but the workings show £101,100. The correct answer is £101,100.

#### PTAX AQ2016 QB – Errata on practice assessments

##### PA1

The date 31.09.16 should be replaced with 30.09.16. This also applies to the solution.

##### PA2

Task 13(b)

In the solution, delete 'one' after the word 'property'.

##### PA3

Task 1(b)

Remove the word 'this' from before the word 'benefit'.

Task 2(a)

Change requirement so it states '....the following benefits as a result...'

Task 3(a)

Remove the section at the end of (4) referring to a dispensation in force. FA16 removed the dispensation regime. This should be removed from the solution too. Replace with 'This is exempt as the reimbursement is covered by an allowable deduction.'

##### PA4

Task 3(a)

Remove the section at the end of (4) referring to a dispensation in force. FA16 removed the dispensation regime. This should be removed from the solution too. Replace with 'This is exempt as the reimbursement is covered by an allowable deduction.'

##### PA5

Task 12(b)

The table for the answers actually shows which one is correct so this needs to be changed.

Task 12(a)

In the solution, the working for the nil rate band needs changing to remove an extra '£'