

Statutory Instruments with Clear Reports

11 January 2021

SL(5)713 – The Land Transaction Tax (Specified Amount of Relevant Rent) (Wales) (Amendment) Regulations 2021

Procedure: Affirmative

These Regulations amend the Land Transaction Tax (Specified Amount of Relevant Rent) (Wales) Regulations 2018, which specify the amount of relevant rent under paragraph 36(1)(b) of Schedule 6 to the Land Transaction Tax and Anti-Avoidance of Devolved Taxes (Wales) Act 2017.

The purpose of these Regulations is to amend the amount of 'relevant rent' that will be used to trigger the anti-avoidance rule in paragraph 34. This anti-avoidance rule is designed to limit the opportunities for taxpayers to benefit from two zero rate bands when being granted a lease.

Regulation 4 of these Regulations amends the amount of relevant rent specified from £9,000 to £13,500 from the date that these Regulations come into force, in line with the threshold increases provided in the Land Transaction Tax (Tax Rates and Tax Bands) (Wales) (Amendment) Regulations 2020. For transactions with an effective date occurring prior to the coming into force of these Regulations, the previous amount of £9,000 will continue to apply.

Parent Act: Land Transaction Tax and Anti-Avoidance of Devolved Taxes (Wales) Act 2017

Date Made:

Date Laid: 22 December 2020

Coming into force date:

