

Costing & Reports Tutorial (2008 printing)

Reporting VAT errors

In the 2008 Spring Budget the limit for not having to report VAT errors to HMRC on Form VAT 652 was raised from £2,000 to £10,000.

This was acknowledged on page 414 of the textbook, but regrettably not on page 405 (in the VAT Control account). This VAT change also affects Question 17.6 (b) on page 427 (and the answer on page 506) where the figure of £4,200 of uncharged VAT is now, of course, under the £10,000 limit and so will not need reporting. This figure in the question will be raised to £11,200 in the next printing.