

# United Kingdom: tax changes dropped or deferred because of the election on 8<sup>th</sup> June

Because of the sudden announcement of a general election to be held on 8<sup>th</sup> June 2017, many tax changes that had been announced in the Budget on 8<sup>th</sup> March 2017 were not enacted. These are measures in respect of which it was felt that there was insufficient time for proper parliamentary scrutiny before the election.

It is thought likely, however, that many of these changes will be introduced by the new government. Because they have previously been announced – so notice has been given – it is possible that all or some of them could be backdated to the date(s) when they were originally intended to take effect.

In terms of the changes mentioned in the Corporate Tax Alliance email of 21<sup>st</sup> April 2017, the following provisions are affected:

- The changes to the rules on domicile; and
- (Less importantly) the reduction in the dividend nil rate from £5,000 to £2,000, which was due to take place in 2018.