

## **Construction industry scheme changes** (Lecture B1438 – 13.31 minutes)

The *Income Tax (Construction Industry Scheme) (Amendment) Regulations 2024* supplement the changes brought into the CIS by FA 2024. That added compliance with VAT obligations to the statutory compliance test for being granted, and for keeping, gross payment status. The new regulation sets out the compliance obligations in relation to VAT that must be met to receive and retain GPS and ensures minor VAT compliance failures will not result in GPS refusal or removal. It does this by amending regulation 32 within the CIS Regulations that sets out the prescribed compliance obligations and the failures that HMRC will overlook. The exceptions proposed for VAT are in line with the allowances made for slightly late filing of CIS returns and slightly late payment of other taxes due.

The regulations took effect on 6 April 2024.

*SI 2024/308*