

Balancing payment for tax year 2020-21

Poppy filed her self-assessment tax return for the tax year 2020-21 by the filing date, but did not make the balancing payment of £2,600 until 31 August 2022. She was not required to make any payments on account.

Requirements

**(c) Advise Poppy of the interest and penalties that will be charged by HM Revenue and Customs (HMRC) as a consequence of her not making the balancing payment for the tax year 2020-21 until 31 August 2022.
(3 marks)**