

© Copyright Treasury of the Isle of Man

Crown Copyright reserved

See introductory page for restrictions on copying and reproduction

INCOME TAX ACT 2001

Chapter 15

Arrangement of sections

Replacement and confirmation of temporary taxation order

1. Taxation of child benefit.

Amendment of the Income Tax Acts

2. Relief in respect of termination payments.
3. Prevention of avoidance.
4. Exchange of information with Customs and Excise.
5. Minor amendments to the 1970 Act.
6. Interpretation.
7. Short title.



Signed in Tynwald: 15th May 2001
Received Royal Assent: 15th May 2001
Announced to Tynwald: 15th May 2001
Passed: 15th May 2001

AN ACT

to amend the Income Tax Act 1970; to confirm a certain temporary taxation order; and for connected purposes.

WE, your Majesty's most dutiful and loyal subjects, the Council and Keys of the said Isle, do humbly beseech your Majesty that it may be enacted, and be it enacted, by the Queen's Most Excellent Majesty, by and with the advice and consent of the Council and Keys in Tynwald assembled, and by the authority of the same, as follows (that is to say):—

Replacement and confirmation of temporary taxation order

1. Taxation of child benefit.

- (1) In the 1970 Act —
 - (a) section 16A (tax exemption for child benefit) is repealed;
 - (b) in section 48(1), after "Parts II to IV" insert "or Part IX".
- (2) Section 58 of the Income Tax Act 1989¹ is repealed.
- (3) The Income Tax (Child Benefit)(Temporary Taxation) Order 2000² is confirmed for the purposes of section 15(4)(a) of the Income Tax Act 1995³.
- (4) This section shall be deemed to apply in respect of the income tax year commencing 6 April 2000 and subsequent years.

¹ 1989 c.10

² SD 51/00

³ 1995 c.12

Amendment of the Income Tax Acts

2. Relief in respect of termination payments.

(1) In section 48A(6) of the 1970 Act, at the end of the definition of "termination payment" add —

"but does not include any payment which is otherwise chargeable to income tax".

(2) This section shall apply in respect of the income tax year commencing 6 April 2001 and subsequent years.

3. Prevention of avoidance.

In Schedule 1 to the Income Tax Act 1980⁴ (power of Assessor to deal with avoidance of income tax) —

(a) in paragraph 1 —

(i) in sub-paragraph (1), the word "main", wherever occurring, is repealed;

(ii) sub-paragraph (2) is repealed;

(b) in paragraph 3 —

(i) in sub-paragraph (a), the word "main", wherever occurring, is repealed;

(ii) sub-paragraph (b) is repealed.

4. Exchange of information with Customs and Excise.

In section 106B(1) of the 1970 Act (disclosure of information to the Assessor), after "Social Security" insert " and the Collector of Customs and Excise".

5. Minor amendments to the 1970 Act.

(1) In Part II of Schedule 1B to the 1970 Act, in paragraph 5(3), for "2H" substitute "2I".

(2) Section 39B of the 1970 Act (relief from income tax in respect of certain nursing expenses) shall be re-numbered as section 39AA.

6. Interpretation.

In this Act, "1970 Act" means the Income Tax Act 1970⁵.

⁴ 1980 c.16

⁵ XXI p.260

7. Short title.

This Act may be cited as the Income Tax Act 2001.