

# TYNWALD

## Tinvaal



# ORDER PAPER No. 2

## Claare Obbyr

DOUGLAS  
15<sup>TH</sup> FEBRUARY 2005  
at 10.30 am

**1. To lay before the Court -**

The Isle of Man Budget 2005 - 2006

Income Tax Act 1970 -

Income Tax (Deductions) (Prescribed Cases) (Amendment) Order 2005  
[SD No 30/05]

Income Tax (Capital Relief) (Commercial Buildings Allowance)  
(Ramsey) (Amendment) Order 2005 [SD No 25/05]

Income Tax (Capital Relief) (Commercial Buildings Allowance) (Port St  
Mary) (Amendment) Order 2005 [SD No 24/05]

Income Tax (Capital Relief) (Commercial Buildings Allowance) (Peel)  
(Amendment) Order 2005 [SD No 23/05]

Income Tax (Car Fuel Benefits) Order 2005 [SD No 22/05]

Income Tax (Nursing Expenses) (Amendment) Order 2005  
[SD No 31/05]

International Business Act 1994 -

International Business (International Limited Partnerships) (Fees)  
(Amendment) Regulations 2005 [SD No 28/05]

International Business (Minimum Tax Charge) (Amendment)  
Regulations 2005 [SD No 29/05]

Income Tax Extra Statutory Concessions -

Agricultural Activities - Zero Rate of Tax on Taxable Income [GC 01/05]

Fishing Activities - Zero Rate of Tax on Taxable Income [GC 02/05]

Manufacturing Activities - Zero Rate of Tax on Taxable Inc [GC 03/05]

Film and Television Production Activities - Zero Rate of Tax on  
Taxable Income [GC 04/05]

Tourist Accommodation - Zero Rate of Tax on Taxable Income  
[GC 05/05]

Online Gambling - Zero Rate of Tax on Taxable Income [GC 07/05]

National Lottery Act 1999 -  
National Lottery (Designation) (Amendment) Order 2005  
[SD No 01/05]

**Note: The following items are not the subject of motions on the Order Paper**

Income Tax (Exempt Companies) Act 1984 -  
Income Tax (Exempt Companies) (Fees) (Amendment) Regulations  
2005 [SD No 26/05]

Income Tax Act 2003 -  
Income Tax (Personal Allowance Credit) (Amendment) Regulations  
2005 [SD No 32/05]

Limited Liability Companies Act 1996 -  
Limited Liability Companies (Income Tax) (Fee) (Amendment)  
Regulations 2005 [SD No 27/05]

**2. Budget for the year 2005 - 2006 -**

The Minister for the Treasury to move -

That the Budget proposals for the year ending 31st March 2006 be received and necessary action be taken to give effect thereto.

**3. General Revenue and Capital Payments 2005-2006 -**

The Minister for the Treasury to move -

(1) That the Treasury be authorised to expend during the year ending 31st March 2006 sums not exceeding those set out in Column 3 of pages 2 to 5 of the Isle of Man Budget, being the amounts required by the Revenue Funded Government Departments and Other Bodies after deduction of the receipts of the said Government Departments and Other Bodies (estimated at the sums set out opposite their names in Column 2) to enable those Departments and Other Bodies to expend sums not exceeding those set out in Column 1 totalling £719,818,037 for the purpose of carrying into effect the services approved by Tynwald.

Provided that a Department or Other Body, having the duty to administer expenditure out of monies provided by Tynwald, may transfer savings on any main heads to meet additional anticipated expenditure to be incurred on any other main heads of its Vote, subject to the conditions set out in Financial Regulation FD18 - Virements, issued by the Treasury in October 2003.

(2)(a) That the Treasury be authorised to expend during the year ending 31st March 2006, from the Capital Transactions Account, sums not exceeding those set out in Column 1 of the Capital Estimates of Government Departments and Other Bodies on pages 7 to 11 of the Isle of Man Budget, totaling £29,358,002 (being expenditure on projects already approved by Tynwald).

- (b) That Tynwald approves the expenditure detailed in Column 2 of the Capital Estimates of Government Departments and Other Bodies on pages 7 to 11 of the Isle of Man Budget and authorises the Treasury to expend during the year ending 31st March 2006, from the Capital Transactions Account, sums not exceeding those set out in Column 2, totalling £16,437,535.
  - (c) That, upon Tynwald approval to such projects being obtained, the Treasury be authorised to expend during the year ending 31st March 2006, from the Capital Transactions Account, sums not exceeding those set out in Column 3 of the Capital Estimates of Government Departments and Other Bodies on pages 7 to 11 of the Isle of Man Budget, totalling £46,291,030.
  - (d) That Tynwald sanctions borrowings not exceeding those set out in Column 4 of the Capital Estimates of Government Departments and Other Bodies on pages 7 to 11 of the Isle of Man Budget, totalling £29,871,000, being made by Government, such borrowings to be repaid within the appropriate period as set out in Column 5.
- (3)(a) That Tynwald approves the transfers from the General Revenue Account of the amounts set out in column 2 totalling £38,153,000 and the transfers to General Revenue and Capital Accounts and Other Expenses' expenditure set out in columns 5 and 6 totalling £46,367,000 and £26,941,000 respectively of the Investments and Reserves, Probable 2004-2005, on page 14 of the Isle of Man Budget.
- (b) That Tynwald approves the transfers from the General Revenue Account of the amounts set out in column 2 totalling £21,372,000 and the transfers to General Revenue Account and Other Expenses' expenditure set out in columns 5 and 6 totalling £30,373,000 and £25,454,000 respectively of the Investments and Reserves, Estimate 2005-2006, on page 14 of the Isle of Man Budget.

#### **4. Income Tax Act 1970 -**

The Minister for the Treasury to move -

That, in accordance with section 119 of the Income Tax Act 1970, it is hereby resolved -

- (1) That the personal allowance -
  - (a) in respect of married men under subsection (1) of section 35 of that Act shall be £17,000;
  - (b) in respect of individuals under each of paragraphs (a), (b), (c) and (d) of subsection (3) of that section shall be £8,500.
- (2) That the allowance in respect of registered blind persons under subsection (1) of section 35A of that Act shall be £2,610 and the further deduction under subsection (2) of that section shall be £2,610.

- (3) That the allowance for disabled persons under subsection (1) of section 35B of that Act shall be £2,610 and the further deduction under subsection (2) of that section shall be £2,610.
- (4) That in respect of the additional relief in respect of children under section 39A of that Act, the deduction under subsection (2) of that section shall be £5,800.
- (5) That in respect of the additional relief in respect of children under section 39B of that Act, the additional deduction under subsection (3) shall not in any case exceed £5,800.
- (6) That in respect of the additional relief in respect of children under section 39C of that Act, in the formula in subsection (3) for £5,630 there shall be substituted £5,800.
- (7) That in respect of the personal allowance credit under section 7 of the Income Tax Act 2003 -
  - (a) the maximum credit in subsection 2(a) of that section shall be £250.00;
  - (b) the maximum credit in subsection 2(b) of that section shall be £500.00.
- (8) That this resolution shall apply in respect of the income tax year commencing 6th April 2005 and subsequent years.

**5. Income Tax Act 1970 -**

The Minister for the Treasury to move -

That the Income Tax (Deductions) (Prescribed Cases) (Amendment) Order 2005 be approved. *[SD No 30/05]*

**6. Income Tax Act 1970 -**

The Minister for the Treasury to move -

That the Income Tax (Capital Relief) (Commercial Buildings Allowance) (Ramsey) (Amendment) Order 2005 be approved. *[SD No 25/05]*

**7. Income Tax Act 1970 -**

The Minister for the Treasury to move -

That the Income Tax (Capital Relief) (Commercial Buildings Allowance) (Port St Mary) (Amendment) Order 2005 be approved. *[SD No 24/05]*

- 8. Income Tax Act 1970 -**
- The Minister for the Treasury to move -
- That the Income Tax (Capital Relief) (Commercial Buildings Allowance) (Peel) (Amendment) Order 2005 be approved. *[SD No 23/05]*
- 9. Income Tax Act 1970 -**
- The Minister for the Treasury to move -
- That the Income Tax (Car Fuel Benefits) Order 2005 be approved. *[SD No 22/05]*
- 10. Income Tax Act 1970 -**
- The Minister for the Treasury to move -
- That the Income Tax (Nursing Expenses) (Amendment) Order 2005 be approved. *[SD No 31/05]*
- 11. International Business Act 1994 -**
- The Minister for the Treasury to move -
- That the International Business (International Limited Partnerships) (Fees) (Amendment) Regulations 2005 be approved. *[SD No 28/05]*
- 12. International Business Act 1994 -**
- The Minister for the Treasury to move -
- That the International Business (Minimum Tax Charge) (Amendment) Regulations 2005 be approved. *[SD No 29/05]*
- 13. Income Tax Extra Statutory Concessions -**
- The Minister for the Treasury to move -
- That Tynwald sanctions the application of the following Income Tax Extra Statutory Concessions -
- (a) Agricultural Activities - Zero Rate of Tax on Taxable Income *[GC 01/05];*
  - (b) Fishing Activities - Zero Rate of Tax on Taxable Income *[GC 02/05];*

- (c) Manufacturing Activities - Zero Rate of Tax on Taxable Inc  
*[GC 03/05];*
- (d) Film and Television Production Activities - Zero Rate of Tax on  
Taxable Income *[GC 04/05];*
- (e) Tourist Accommodation - Zero Rate of Tax on Taxable Income  
*[GC 05/05];*
- (f) Online Gambling - Zero Rate of Tax on Taxable Income *[GC 07/05].*

**14. National Lottery Act 1999 -**

The Minister for the Treasury to move -

That the National Lottery (Designation) (Amendment) Order 2005  
be approved. *[SD No 01/05]*