

**Income Tax Bill 2019 –
Third Reading approved**

The Speaker: I call on Mr Cannan to move Third Reading.

Mr Cannan: Mr Speaker, following the amendments at clauses this Bill now confirms five Temporary Taxation Orders and it also makes one amendment to the Income Tax Act 1970.

One of the main purposes of the Bill is to confirm five measures that were introduced by Temporary Taxation Orders.

The five measures relate to: a commitment made to the European Union to introduce legislation to address concerns about the lack of a requirement for companies in certain business sectors to have adequate substance in the Island; the tax treatment of periodical payments made under an Order of the High Court on awarding damages for future pecuniary loss in respect of personal injury; the introduction of a new 10-year tax cap election which can be applied for from the 2020-21 year of assessment and subsequent years; the special treatment for certain key employees who are or will be new residents and who are needed for the implementation and the operation of new business in the Island with effect from 6th April 2020 and subsequent years; and the sharing of relevant income tax data with Treasury in respect of its functions.

Turning now to the amendment to the Income Tax Act 1970 made by this Bill; this enables Treasury to make regulations for the recovery of foreign taxes.

Article 27 of the United Kingdom and Isle of Man Double Taxation Agreement deals with assistance in collection of taxes. This Article is reciprocal and requires each jurisdiction to assist the other in the collection of outstanding tax. Further legislation, however, is required before we can assist in the collection of tax.

I beg to move the Third Reading.

The Speaker: Mr Skelly.

Mr Skelly: Gura mie eu, Loayreyder.

I beg to second and reserve my remarks.

The Speaker: No Member wishes to speak, I will put the motion that the Income Tax Bill 2019 be read for a third time. I presume the motion will be carried unless any Member indicates dissent, which they should do now. No dissent being indicated, the motion therefore carries.

Hon. Members, that concludes the business before the House today. Let me wish you an enjoyable weekend. We will then stand adjourned until Tuesday, 2nd June at 10 a.m. in our own Chamber.

Thank you.

The House adjourned at 3.37 p.m.