

## **Explanatory Memorandum to Tynwald Members**

Issued by the Department of the Treasury

**To the Hon Stephen Rodan MLC, President of Tynwald and the Hon Council and Keys in Tynwald assembled**

**1. Title of measure**

Customs and Excise Management Act 1986 (Importation and Exportation of Cash) Order 2020

**2. Changes in policy**

None.

**3. Effects of the measure**

This Order amends the prescribed amount of cash that needs to be declared, on importation to and exportation from the Island, from 10,000 Euro to £10,000.

The previous €10,000 limit was based on EU Regulation (EC) No. 1889/2005 which will no longer apply after 31st December 2020.

**4. Reasons for the measure**

Section 76B and 76C of the Customs and Excise Management Act 1986 require the movement of cash on and off the Island, which is over the prescribed limit, to be declared.

This Order ensures that the import and export controls relating to cash correspond with those in operation in the United Kingdom, which is an obligation under the Customs and Excise Agreement 1979.

**5. Resource implications**

It is not expected that this measure would involve any significant resource or revenue implications.

**6. Tynwald procedure**

This Order is made using section 76A(3) of the Customs and Excise Management Act 1986, and is subject to the negative procedure in Tynwald (as provided for in section 180(1) of the Customs and Excise Management Act 1986).