



INCOME TAX ACT 1970

**INCOME TAX (BENEFITS IN KIND) (EXEMPTIONS) (AMENDMENT)
ORDER 2002**

Approved by Tynwald

19th March 2002

Coming into operation

6th April 2002

In exercise of the powers conferred on the Treasury by section 2G(4) of the Income Tax Act 1970 (a), and of all other powers enabling it in that behalf, the following Order is hereby made :-

Citation, commencement and application

1. (1) This Order may be cited as the Income Tax (Benefits in Kind) (Exemptions) (Amendment) Order 2002 and, subject to section 2G(5) of the Income Tax Act 1970, shall come into operation on 6th April 2002.
- (2) This Order shall apply in respect of the income tax year commencing 6th April 2002 and subsequent years.

Interpretation

2. In this Order "the principal Order" means the Income Tax (Benefits in Kind)(Exemptions) Order 1990 (b).

Amendment to the principal Order

3. After article 2 (1) (k) insert -

"(l) where the benefit consists in the provision (by, or at the expense, wholly or partly of, the employees' employer) of a personal computer to an employee for use at the employees' home, including devices designed to be used by being connected to or inserted in that computer, to the extent that the aggregate cash equivalent of the benefit does not exceed £1,000 but where the aggregate cash equivalent exceeds £1,000 only the excess over £1,000 shall be chargeable to income tax."

Made this 8th day of March 2002

Minister for the Treasury

(a) Vol. XXI p. 260; section 2G inserted by section 57 and Sch. 1 of 1989 c. 10 (b) G.C 448/89

EXPLANATORY NOTE

(This note is not part of the Order)

This Order adds a further type of benefit to the list of benefits in kind exempted from the charge to income tax, subject to an overall limit on the amount. Where the amount exceeds the limit only the excess will be taxable.