



**VALUE ADDED TAX ACT 1996**

**VALUE ADDED TAX (EQUIPMENT IN LIFEBOATS) ORDER 2002**

*Laid before Tynwald*

21 May 2002

*Coming into operation*

1 June 2002

In exercise of the powers conferred on the Treasury by section 30(4) of the Value Added Tax Act 1996<sup>(a)</sup>, and of all other powers enabling it in that behalf, the following Order is hereby made:-

**Citation and commencement**

1. This Order may be cited as the Value Added Tax (Equipment in Lifeboats) Order 2002 and comes into operation on 1<sup>st</sup> June 2002.

**Amendment**

2. Group 8 (Transport) of Schedule 9 to the Value Added Tax Act 1996 (zero rating) is varied as follows -

(a) In item 3, after paragraph (c), add -

“(d) The supply to a charity providing rescue or assistance at sea of equipment that is to be installed, incorporated or used in a lifeboat and is of a kind ordinarily installed, incorporated or used in a lifeboat.”.

(b) At the end of item 10, paragraph (c), add “, or paragraph (d) of item 3.”.

Made this 10<sup>th</sup> day of April 2002

Minister for the Treasury

<sup>(a)</sup> 1996 c.1.

## EXPLANATORY NOTE

*(This note is not part of the Order)*

This Order, which comes into operation on 1<sup>st</sup> June 2002, varies Group 8 of Schedule 9 to the Value Added Tax Act 1996 which makes provision for the supply of certain goods at the zero rate.

The effect of this Order is to zero-rate the supply to sea rescue charities of equipment that is to be installed, incorporated or used in a lifeboat and is of a kind ordinarily installed, incorporated or used in a lifeboat. It also zero-rates the making of arrangements for such a supply.

The Order gives effect to Article 15.5 of Council Directive 77/388/EEC<sup>(b)</sup> ("the Sixth Directive") in so far as this relates to the supply of equipment that is to be incorporated or used in a vessel used for rescue or assistance at sea.

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<sup>(b)</sup> OJ No. L.145, 13.6.1977, p.1.