



INCOME TAX ACT 1970

INCOME TAX (RATES OF INCOME TAX) (NON-CORPORATE TAXPAYERS) ORDER 2006

Approved by Tynwald *12th July 2006*

Coming into operation in accordance with article 1(2)

In exercise of the powers conferred on the Treasury by section 1(3A) of the Income Tax Act 1970 (a), and of all other enabling powers, the following Order is hereby made:-

Citation and commencement

1. (1) This Order may be cited as the Income Tax (Rates of Income Tax) (Non-Corporate Taxpayers) Order 2006.

(2) This Order shall come into operation on the day it is approved by Tynwald and have effect in respect of the income tax year commencing 6th April 2006 and subsequent years.

Interpretation

2. In this Order-

“the Act” means the Income Tax Act 1970;

“non-corporate taxpayer” is defined in accordance with section 120 of the Act.

Rates of Income Tax and Threshold – Resident Individuals

3. The lower rate on every pound of taxable income for the purpose of section 1(2)(a) of the Act shall be 10%.
4. The prescribed rate on every pound of taxable income above the threshold for the purpose of section 1(2)(b) of the Act shall be 18% and it shall be known as “the Higher Rate”.
5. The threshold up to which the lower rate under section 1(2)(a) applies shall be £10,500 for a single individual, double for a married couple who are assessed jointly in accordance with section 65A.

Rates of Income Tax – Non Resident Non Corporate Taxpayers

6. The prescribed rate on every pound of taxable income chargeable to non resident non corporate taxpayers and for the purpose of section 1(3) shall be 18%.

Rates of Income Tax – Other Non-Corporate Taxpayers

7. The prescribed rate on every pound of taxable income for non-corporate taxpayers, other than resident individuals, for the purpose of section 1(2A) of the Act shall be 18%.
8. The prescribed rate on every pound of taxable income for non resident non-corporate taxpayers, other than non-resident individuals, for the purpose of section 1(3) of the Act shall be 18%.

Made this 12th day of July 2006


Minister for the Treasury

EXPLANATORY NOTE

(This note is not part of the Order)

This Order sets the rates of tax and threshold applicable for resident individuals and other non-corporate taxpayers. The amounts included in this Order equal those confirmed as part of the Budget 2006 that was approved by Tynwald on the 21 February 2006.