

Statutory Document No. 2020/0029



*Social Security Administration Act 1992*

## **SOCIAL SECURITY LEGISLATION (CONTRIBUTIONS) (AMENDMENT) ORDER 2020**

*Approved by Tynwald:* 18<sup>th</sup> February 2020  
*Coming into Operation:* 6 April 2020

The Treasury makes the following Order under section 141 of the Social Security Administration Act 1992 (of Parliament)<sup>1</sup> as applied to the Island by the Social Security Administration Act 1992 (Application) Order 1994<sup>2</sup>.

### **1 Title**

This Order is the Social Security Legislation (Contributions) (Amendment) Order 2020.

### **2 Commencement and effect**

If approved by Tynwald<sup>3</sup>, this Order comes into operation on 6 April 2020 and shall have effect in respect of the income tax year commencing 6 April 2020 and all subsequent years.

### **3 Amendment of the Social Security Contributions and Benefits Act 1992 as applied to the Island**

- (1) The Social Security Contributions and Benefits Act 1992<sup>4</sup>, as applied to the Island by the Social Security Contributions and Benefits Act 1992 (Application) Order 1994<sup>5</sup>, is amended as follows.
- (2) In section 11(4) (liability for Class 2 contributions), for “£6,500”, substitute **£7,176**.
- (3) In each of sections 15(3), 18(1) and 18(1A) (lower and upper limit for Class 4 contributions recoverable under regulations)—

<sup>1</sup> 1992 c.5.

<sup>2</sup> SD 506/94.

<sup>3</sup> Tynwald approval is required by section 141(2) of the Social Security Administration Act 1992 as applied to the Island.

<sup>4</sup> 1992 c.4.

<sup>5</sup> SD 505/94.

- (a) for “£6,500” (lower limit) in each place where it appears, substitute **“£7,176”**; and
- (b) for “£40,768” (upper limit) in each place where it appears, substitute **“£42,796”**.

**MADE 28 JAN 2020**

*A L CANNAN*  
*Minister for the Treasury*

*EXPLANATORY NOTE*

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

This Order amends the Social Security Contributions and Benefits Act 1992, as it is applied to the Island, by increasing both the Class 2 contribution small earnings exception limit and the Class 4 contribution lower profits limit to £7,176. It also raises the annual upper profits limit applicable to Class 4 contributions to £42,796.