



INCOME TAX ACT 1970

INCOME TAX (RATES OF INCOME TAX) (RESIDENT INDIVIDUALS) (CAPPING) ORDER 2010

Approved by Tynwald 16 February 2010
Coming into operation 19 February 2010

The Treasury makes this Order under section 1(3A) of the Income Tax Act 1970¹.

1 Title

This Order is the Income Tax (Rates of Income Tax) (Resident Individuals) (Capping) Order 2010.

2 Commencement

If approved by Tynwald², this Order comes into operation on 19 February 2010 and shall have effect in respect of the income tax year commencing 6 April 2010 and subsequent years.

3 Interpretation

In this Order —

“individual” means an individual resident in the Isle of Man for income tax purposes;

“relevant income” means the taxable income of individuals which exceeds an amount that would, but for this Order, attract income tax in excess of —

- (a) in the case of an individual, £115,000 in respect of a year of assessment; or

¹ XXI p. 260

²As required by section 1(3E) of the Income Tax Act 1970

(b) in the case of a jointly assessed married couple, £230,000 in respect of a year of assessment.

4 Rate of Tax

The prescribed rate of tax in respect of the relevant income is zero.

5 Revocation

The Income Tax (Rates of Income Tax) (Resident Individuals) (Capping) Order 2006³ is revoked.

Made 21st January 2010



Minister for the Treasury

EXPLANATORY NOTE

(This note is not part of the Order)

This Order provides that the maximum amount of income tax payable by a Manx resident individual in respect of a year of assessment shall be capped at £115,000 and a jointly assessed married couple at £230,000.