



INCOME TAX ACT 1970

**INCOME TAX (APPROVED PERSONAL PENSION SCHEMES)
(RATE OF TAX ON BALANCE OF FUNDS)
ORDER 2008**

Approved by Tynwald

16th July 2008

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 1970¹, 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 (Approved Personal Pension Schemes) (Rate of Tax on Balance of Funds) Order 2008.
- (2) This Order shall come into operation on the day on which it is approved by Tynwald and shall have effect in respect of the income tax year commencing 6th April 2008 and subsequent years.

Rate of Income Tax

2. (1) The prescribed rate of tax on the value of member's funds subject to income tax shall be 7½%.
- (2) In this article "value of member's funds" means the value of member's funds determined by regulations made under section 8A(6) or 8B(6) and subject to income tax under section 8A(2) or 8B(2) of the Income Tax Act 1989.

Made this 11th day of June 2008


Minister for the Treasury

EXPLANATORY NOTE

(This note is not part of the Order)

This order confirms the rate of income tax payable by pension scheme administrators on the value of the member's funds remaining following the death of the member or on cessation of the withdrawal of funds payable to a surviving spouse or dependent. The prescribed rate of income tax is 7½%.

¹ Vol. XXI p.260, section 1 amended by section 7(1) of the Income Tax (Amendment) Act 2006
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