

Statutory Document No. 2016/0047



*Income Tax (Retirement Benefit Schemes) Act 1978 and Income Tax Act 1989*

## **INCOME TAX (APPROVED PENSION SCHEMES) (WITHDRAWAL OF FUNDS) (AMENDMENT) REGULATIONS 2016**

*Approved by Tynwald: 16 February 2016*  
*Coming into Operation: 6 April 2016*

The Treasury makes the following Regulations under paragraph 5 of Schedule 2 to the Income Tax (Retirement Benefit Schemes) Act 1978 and sections 4A(3) and 6A(3) of the Income Tax Act 1989.

### **1 Title**

These Regulations are the Income Tax (Approved Pension Schemes) (Withdrawal of Funds) (Amendment) Regulations 2016.

### **2 Commencement**

If approved by Tynwald<sup>1</sup>, these Regulations come into operation on 6 April 2016 and shall have effect in respect of the income tax year commencing 6 April 2016 and all subsequent years.

### **3 Amendment of the Income Tax (Approved Pension Schemes) (Withdrawal of Funds) Regulations 2015**

- (1) The Income Tax (Approved Pension Schemes) (Withdrawal of Funds) Regulations 2015<sup>2</sup> are amended as follows.
- (2) For regulation 8(1)(c), substitute –
  - ❶(c) if it is paid to the member, it is paid when the member has reached the age of 55. ❷.

<sup>1</sup> Tynwald approval is required by paragraph 6 of Schedule 2 to the Income Tax (Retirement Benefit Schemes) Act 1978 and by sections 4A(5) and 6A(5) of the Income Tax Act 1989.

<sup>2</sup> SD 2015/0180

**MADE 1<sup>ST</sup> FEBRUARY 2016**

**W E Teare**  
*Minister for the Treasury*

*EXPLANATORY NOTE*

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

These Regulations reduce the age at which a fund remnant can be paid to 55 years of age. The fund remnant is the residue remaining following the withdrawal of funds from a pension scheme approved by the Assessor of Income Tax and cannot exceed the value of the commutation limit as defined in the Income Tax (Approved Pension Schemes) (Trivial Commutation Lump Sums) Regulations 2008<sup>3</sup>.

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<sup>3</sup> SD 508/08