



INCOME TAX ACT 1970

**INCOME TAX (RATES OF INCOME TAX)
(NON-CORPORATE TAXPAYERS)
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) (Non-Corporate Taxpayers) 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-

“the Act” means the Income Tax Act 1970;

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

4 Rates of Income Tax and Threshold – Resident Individuals

(1) The lower rate on every pound of taxable income for the purpose of section 1(2)(a) of the Act shall be 10%.

¹ XXI p. 260

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

(2) 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 20% and it shall be known as "the Higher Rate".

(3) The threshold up to which the lower rate under section 1(2)(a) of the Act applies shall be £10,500 for a single individual, double for a married couple who are assessed jointly in accordance with section 65A of the Act.

5 Rates of Income Tax – Non-Resident Non-Corporate Taxpayers

The prescribed rate on every pound of taxable income chargeable to non-resident non-corporate taxpayers for the purpose of section 1(3) of the Act shall be 20%.

6 Rates of Income Tax – Other Non-Corporate Taxpayers

(1) 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 20%.

(2) 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 20%.

7 Revocation

The Income Tax (Rates of Income Tax) (Non-Corporate Taxpayers) Order 2006³ is revoked.

MADE 21st January 2010



Minister for the Treasury

EXPLANATORY NOTE
(This note is not part of the Order)

This Order increases the rate of income tax for non-resident individuals to 20% and the higher rate of income tax for resident individuals and other non-corporate taxpayers to 20%.