

Statutory Document No. 2016/0028

*Income Tax Act 1970*

## INCOME TAX (BENEFITS IN KIND) (EXEMPTIONS) ORDER 2016

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

The Treasury makes the following Order under section 2G(4) of the Income Tax Act 1970.

### 1 Title

This Order is the Income Tax (Benefits in Kind) (Exemptions) Order 2016.

### 2 Commencement

If approved by Tynwald<sup>1</sup>, this Order comes 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 Benefits in kind: Exemptions

Section 2G of the Income Tax Act 1970 will not apply to the provision of the following benefits by an employer to a person as the direct result of that person moving to the Isle of Man to take up full-time employment with the employer –

- (a) reasonable relocation expenses of not more than £20,000;
  - (i) for the purposes of this article “reasonable relocation expenses” include the following –
    - (a) the direct costs of selling the home the person moved from;
    - (b) the legal costs of acquiring a new home in the Isle of Man; and
    - (c) removal expenses and indirect costs including carpets and curtains;
  - (b) the cost of travelling between the person’s previous home and the Island incurred in the first 6 months of employment; and

<sup>1</sup> Tynwald approval is required by section 2G(5) of the Income Tax Act 1970

- (c) the cost of providing temporary accommodation for the first 3 months of employment.

**MADE 25<sup>TH</sup> JANUARY 2016**

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

*EXPLANATORY NOTE*

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

This Order exempts from the charge to income tax certain benefits in kind that are associated with a person moving to the Island in order to take up full-time employment.