STATUTORY INSTRUMENTS

1983 No. 1102

INCOME TAX

The Income Tax (Cash Equivalents of Car Benefits) Order 1983

Made - - - -	*26th July* 1983
Laid before the House of Commons	*27th July* 1983
Coming into Operation	*6th April* 1984

The Treasury, in exercise of the powers conferred on them by section 64(4) of the Finance Act 1976(**a**), hereby make the following Order—

1. This Order may be cited as the Income Tax (Cash Equivalents of Car Benefits) Order 1983 and shall come into force on 6th April 1984.

2. The money sum specified in subsection (2)(*a*) of section 64 of the Finance Act 1976 (which imposes a charge to income tax on the benefit of a car made available for private use by reason of an employment) shall be further increased to £16,000.

3. In Part 1 of Schedule 7 to the Finance Act 1976 (Tables of flat rate cash equivalents) for Tables A, B and C there shall be substituted the following Tables:—

TABLE A

CARS WITH ORIGINAL MARKET VALUE UP TO £16,000 AND HAVING A CYLINDER CAPACITY

Cylinder capacity of car in cubic centimetres	Age of car at end of relevant year of assessment	
	Under 4 years	4 years or more
1,300 or less	£375	£250
More than 1,300, but not more than 1,800	£480	£320
More than 1,800	£750	£500

(**a**) 1976 c. 40; section 64(4) was amended by section 51(2) of the Finance Act 1980 (c. 48).

TABLE B

CARS WITH ORIGINAL MARKET VALUE UP TO £16,000 AND NOT HAVING A CYLINDER CAPACITY

Original market value of car	Age of car at end of relevant year of assessment	
	Under 4 years	4 years or more
Less than £4,950	£375	£250
£4,950 or more, but less than £7,000	£480	£320
£7,000 or more, but not more than £16,000	£750	£500

TABLE C

CARS WITH ORIGINAL MARKET VALUE MORE THAN £16,000

Original market value of car	Age of car at end of relevant year of assessment	
	Under 4 years	4 years or more
More than £16,000 but not more than £24,000	£1,100	£740
More than £24,000	£1,725	£1,150

4. The money sum specified in paragraph 1(1) of Part II of Schedule 7 to the Finance Act 1976 shall be increased to £16,000.

Ian B. Lang,
Donald Thompson,
Two of the Lords Commissioners
of Her Majesty's Treasury.

26th July 1983.

EXPLANATORY NOTE

(*This Note is not part of the Order.*)

This Order prescribes with effect from 6th April 1984 new amounts of cash equivalents on which directors and higher-paid employees are chargeable to income tax under the Finance Act 1976 in respect of the benefit of a car made available for private use by reason of their employment. For this purpose higher-paid employees are those earning at the rate of £8,500 or more a year.

The Order replaces S.I. 1982/1159.

SI 1983/1102
ISBN 0-11-037102-X

