



**INCOME TAX ACT 1970**

**INCOME TAX (SOCIAL SECURITY BENEFITS) (EXEMPTIONS) ORDER 1995**

*Approved by Tynwald 11th April, 1995  
Coming into operation 6th April, 1995*

In exercise of the powers conferred on the Treasury by section 48(3) and (4) of the Income Tax Act 1970(a), 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 (Social Security Benefits) (Exemptions) Order 1995.

(2) Subject to section 48(4) of the Income Tax Act 1970 this Order shall come into operation on the 6th April, 1995.

**Social Security Benefits : Exemption**

2. Incapacity Benefit shall be added to the payments under section 48(2) of the Income Tax Act 1970 which are not to be treated as income for any purpose of the Income Tax Acts.

Made this 8th day of March 1995

Minister for the Treasury

EXPLANATORY NOTE

(This Note is not part of the Order)

The Social Security Contributions and Benefits Act 1992 as applied to the Island will introduce, from 13th April 1995, a new Social Security benefit called Incapacity Benefit and will replace the current non taxable Sickness Benefit and Invalidity Benefit. This Order will treat the replacement Incapacity Benefit as non taxable.