

**SECOND SUPPLEMENT TO THE GIBRALTAR
GAZETTE**

No. 4468 of 24 May, 2018

LEGAL NOTICE NO.121 OF 2018.

INCOME TAX ACT 2010

RATES OF TAX (AMENDMENT) RULES 2018

In exercise of the powers conferred on him by section 24 of the Income Tax Act 2010, and all other enabling powers, the Minister has made the following Rules–

Title and commencement.

1.(1) These Rules may be cited as the Rates of Tax (Amendment) Rules 2018.

(2) This rule and rule 2(1) come into operation on the date of publication.

(3) Rule 2(2), 2(3)(c) and 2(4) shall be deemed to have come into operation on 1 July 2015.

(4) Rule 2(3)(a) shall be deemed to have come into operation on 1 July 2013

(5) Rule 2(3)(b) shall be deemed to have come into operation on 1 July 2014.

Amendment of the Rates of Tax Rules, 1989.

2.(1) The Rates of Tax Rules, 1989 are amended in accordance with the provisions of this Rule.

(2) Rule 2(1) is amended–

- (a) by substituting “the first £4,000 of taxable income at the rate of 14 per cent” for “the first £4,000 of taxable income at the rate of 15 per cent”;

- (b) by substituting “the next £12,000 of taxable income at the rate of 17 per cent” for “the next £12,000 of taxable income at the rate of 18 per cent”; and
 - (c) by substituting “the remainder of taxable income at the rate of 39 per cent” for “the remainder of taxable income at the rate of 40 per cent;”.
- (3) Rule 3(1) is amended –
- (a) by substituting “24 per cent” for “30 per cent”;
 - (b) by substituting “18 per cent” for “24 per cent”; and
 - (c) by substituting “17 per cent” for “18 per cent” and “39 per cent” for “40 per cent”.
- (4) In rule 3A(1A) delete “the next £300,000 of assessable income at the rate of 10 per cent”.

Dated 24th May, 2018.

F R PICARDO,
Minister with responsibility for public finance.

EXPLANATORY MEMORANDUM

The Rates of Tax Rules, 1989 are amended to give effect to the Government’s budget measures.