

SECOND SUPPLEMENT TO THE GIBRALTAR GAZETTE

No. 5194 GIBRALTAR Tuesday 10th December 2024

LEGAL NOTICE NO. 218 OF 2024

INCOME TAX ACT 2010

INCOME TAX (ALLOWANCES, DEDUCTIONS AND EXEMPTIONS) (AMENDMENT) RULES 2024

In exercise of the powers conferred on him by sections 24, 25 and 72 of the Income Tax Act 2010, and all other enabling powers, the Minister has made the following Rules—

Title.

1. These Rules may be cited as the Income Tax (Allowances, Deductions and Exemptions) (Amendment) Rules 2024.

Commencement.

2.(1) Subject to subrule (2), these Rules are deemed to have come into operation on 1st July 2023.

(2) Rule 3(4) is deemed to have come into operation on 1st July 2024.

Amendment of the Income Tax (Allowances, Deductions and Exemptions) Rules, 1992.

3.(1) The Income Tax (Allowances, Deductions and Exemptions) Rules, 1992 are amended in accordance with this rule.

(2) In rule 16B(1) for “£6,512” substitute “£7,107”.

(3) In rule 16E—

(a) in subrule (1), after “has” insert “gross assessable”;

(b) in subrule (2)—

(i) for “£19,975” substitute “£19,950”;

(ii) for “value of assessable income” substitute “value of gross assessable income” in both places the words appear;

(c) in subrule (3)—

(i) in paragraph (a)—

- (aa) for “£14,867” substitute “£14,577”;
 - (bb) for “£683.40” substitute “£625.24”;
 - (ii) in paragraph (b)–
 - (aa) for “£17,860” substitute “£17,842”;
 - (bb) for “£72.00” substitute “£68.38”;
 - (iii) in paragraph (c)–
 - (aa) for “£18,898” substitute “£18,878”;
 - (bb) for “£79.60” substitute “£75.58”;
 - (iv) in paragraph (d)–
 - (aa) for “£19,975” substitute “£19,950”;
 - (bb) for “£95.00” substitute “£89.98”.
- (4) In rule 16E–
- (a) in subrule (2) for “£19,950” substitute “£19,924”;
 - (b) in subrule (3)–
 - (i) in paragraph (a)–
 - (aa) for “£14,577” substitute “£14,286”;
 - (bb) for “£625.24” substitute “£567.20”;
 - (ii) in paragraph (b)–
 - (aa) for “£17,842” substitute “£17,822”;
 - (bb) for “£68.38” substitute “£64.40”;
 - (iii) in paragraph (c)–
 - (aa) for “£18,878” substitute “£18,856”;
 - (bb) for “£75.58” substitute “£84.80”;
 - (iv) in paragraph (d)–

(aa) for “£19,950” substitute “£19,924”;

(bb) for “£89.98” substitute “£84.80”.

(5) After rule 16E insert–

“Special tax treatment of an individual on high income.

16F.(1) Subject to subrule (2), an individual who has gross assessable income of more than £99,999 but does not exceed £103,333, shall have his assessed liability to tax reduced by way of relief (reduced taper relief) determined by the formula–

$$T \text{ (reduced taper relief)} = T_0 - [0.3 \times (I - L)]$$

Where–

T is the reduced taper relief available on the amount or value of gross assessable income

I is the amount or value of gross assessable income

L is the lowest figure of the applicable income range

T₀ is the full taper relief available on the lowest figure of the income range.

(2) For the purposes of subrule (1), where an individual has gross assessable income exceeding £99,999 but does not exceed £103,333 (income range), L is £100,000 and T₀ is £1,000.00;

(3) The Commissioner may issue tax tables in such form and manner as is appropriate for the purposes of determining the reduced taper relief calculated under the formula in subrule (1).”.

Dated: 10th December 2024

F R PICARDO,
Minister with responsibility for Public Finance.

EXPLANATORY MEMORANDUM

These Rules amend the Income Tax (Allowances, Deductions and Exemptions) Rules, 1992 in accordance with 2023 and 2024 Budget Measures.