

**SECOND SUPPLEMENT TO THE GIBRALTAR
GAZETTE
No. 3866 of 28 July, 2011**

LEGAL NOTICE NO. 116 OF 2011.

INCOME TAX ACT 2010

RATES OF TAX (AMENDMENT) RULES 2011

In exercise of the powers conferred on me by section 24 of the Income Tax Act and all other enabling powers, I have made the following Rules—

Title and commencement.

1. These Rules may be cited as the Rates of Tax (Amendment) Rules 2011 and shall be deemed to have come into operation on 1 July 2011.

Amendment of the Rates of Tax Rules, 1989.

2. The Rates of Tax Rules, 1989 are amended as follows—

- (a) in rule 3A for sub-rules (1) and (1A) substitute—

“(1) Where —

- (a) the assessable income of an individual does not exceed £25,000 in a year of assessment; and
- (b) the individual has made an election on the appropriate form prescribed by the Commissioner to the effect that the provisions of this rule shall apply to that individual,

then, subject to the provisions of this rule and rule 8, tax may be charged on the assessable income of that individual in accordance with the following bandings —

the first £10,000 of assessable income at the rate of 6 per cent;
the next £7,000 of assessable income at the rate of 20 per cent;

the remainder of assessable income at the rate of 28 per cent.

(1A) Where –

- (a) the assessable income of an individual exceeds £25,000 in a year of assessment; and
- (b) the individual has made an election on the appropriate form prescribed by the Commissioner to the effect that the provisions of this rule shall apply to that individual,

then, subject to the provisions of this rule and rule 8, tax may be charged on the assessable income of that individual in accordance with the following bandings –

the first £17,000 of assessable income at the rate of 16 per cent;
the next £8,000 of assessable income at the rate of 19 per cent;
the next £15,000 of assessable income at the rate of 25 per cent;
the next £65,000 of assessable income at the rate of 28 per cent;
the next £395,000 of assessable income at the rate of 25 per cent;
the next £200,000 of assessable income at the rate of 18 per cent;
the next £300,000 of assessable income at the rate of 10 per cent;
the remainder of assessable income at the rate of 5 per cent.”;

- (b) sub-rules (1B) to (1F) are revoked.

Dated 28th July, 2011.

P R CARUANA,
Minister with responsibility for public finance.

