



Isle of Man

Ellan Vannin

AT 8 of 2006

**INCOME TAX (CORPORATE TAXPAYERS)
ACT 2006**



Isle of Man

Ellan Vannin

INCOME TAX (CORPORATE TAXPAYERS) ACT 2006

<i>Received Royal Assent:</i>	<i>11 July 2006</i>
<i>Announced to Tynwald:</i>	<i>11 July 2006</i>
<i>Commenced:</i>	<i>6 April 2007</i>

AN ACT to amend the Income Tax Acts in respect of the taxation of corporate taxpayers; and for connected purposes.

1 to 9 [Repealed]¹

10 Distributable profits charge: consequential amendments

(1) [Repealed]²

(2) In the 1970 Act —

(a) in section 14A —

(i) at the end of subsection (1), add “and such sum shall be determined by reference to accounting periods ending in the year of assessment”;

(ii) after subsection (1) insert —

“(1A) Where the accounting period of a corporate taxpayer ends on a date other than 6 April in any year of assessment, the corporate charge shall be the prescribed sum having effect on the date on which the accounting period ends.”

(iii) for subsection (4) substitute —

“(4) Subject to subsection (6), the corporate charge is due and payable for an accounting period on the day following the expiry of 12 months from the end of that accounting period.”

(iv) for subsection (5) substitute —

“(5) Where an accounting period is less than 12 months, the corporate charge shall be reduced proportionately using the following formula —

$$\frac{\text{Corporate Charge X number of days in the accounting period}}{365}$$

365

- (b) in section 14C(3), for “relevant year” and “that year” substitute “relevant accounting period” and “that period” respectively;
- (c) in section 14D, for “relevant year” and “that year” substitute “relevant accounting period” and “that period” respectively.³

11 to 19 [Repealed]⁴

20 Short title and appointed day

- (3) This Act may be cited as the Income Tax (Corporate Taxpayers) Act 2006.
- (4) This Act shall come into operation on such day and have effect in respect of such year of assessment as the Treasury may by order appoint and different days and years may be so appointed for different provisions and for different purposes.⁵
- (5) An order under subsection (2) may —
 - (a) include transitional provision and saving provisions and may modify the application of a provision of an enactment pending the commencement of, or pending the doing of anything under, a provision of another enactment;
 - (b) repeal or amend any enactment passed before this Act that appears to the Treasury to be inconsistent with, or to have become unnecessary or to require modification in consequence of, this Act; and
 - (c) contain such supplemental and consequential provisions.
- (6) If the Treasury brings into force a repeal effected by this Act it may by order —
 - (a) save, with or without modification, a provision repealed by this Act;
 - (b) make provision of a kind similar to provision made by a provision repealed by this Act;
 - (c) modify a provision of this Act for such a purpose;
 - (d) modify a provision of an enactment (including a provision which amends another enactment) so as to reflect a provision of this Act.

Schedule⁶

ENDNOTES**Table of Legislation History**

Legislation	Year and No	Commencement

Table of Renumbered Provisions

Original	Current

Table of Endnote References

¹ Ss 1 to 9 repealed by Income Tax act 2013 s3

² Subs (1) repealed by Income Tax Act 2009 Sch 1.

³ Subs (2) not yet operative. Editorial comment: subsection (2) must now be regarded as spent in consequence of the repeal of the distributable profits charge.

⁴ Ss 11 to 19 repealed by Income Tax Act 2013 s3.

⁵ ADO (SD523/06)

⁶ Schedule repealed by Income Tax Act 2013 s3.