

SCHEDULES

SCHEDULE 18

Section 127.

DEFINITION OF “LOCAL AUTHORITY”

- 1 In section 74(4) of the Finance Act 1952 for “519” there shall be substituted “842A”.
- 2 Section 52 of the Finance Act 1974 shall cease to have effect.
- 3 In section 149B of the Capital Gains Tax Act 1979 the following subsections shall be substituted for subsection (3)—
 - “(3) A local authority, a local authority association and a health service body shall be exempt from capital gains tax.
 - (3A) In subsection (3) above—
 - (a) “local authority association” has the meaning given by section 519 of the Taxes Act 1988, and
 - (b) “health service body” has the meaning given by section 519A of that Act.”.
- 4 In section 272 of the Inheritance Tax Act 1984, in the definition of “local authority”, for “519” there shall be substituted “842A”.
- 5 (1) The Taxes Act 1988 shall be amended as follows.
 - (2) Section 519(4) shall cease to have effect.
 - (3) In section 832(1), the following definition shall be substituted for the definition of “local authority” and “local authority association”—

““local authority association” has the meaning given by section 519;”.