



# Finance Act 2001

## 2001 CHAPTER 9

### PART 3

#### INCOME TAX, CORPORATION TAX AND CAPITAL GAINS TAX

### CHAPTER 2

#### OTHER PROVISIONS

#### *Employment*

#### **57 Mileage allowances: exemptions and relief**

<sup>F1</sup>(1) .....

<sup>F1</sup>(2) .....

(3) The consequential amendments in Part 2 of Schedule 12 to this Act have effect.

(4) This section has effect for the year 2002-03 and subsequent years of assessment.

#### **Textual Amendments**

**F1** S. 57(1)(2) repealed (with effect in accordance with s. 723(1)(a)(b) of the amending Act) by [Income Tax \(Earnings and Pensions\) Act 2003 \(c. 1\)](#), s. 723, [Sch. 8 Pt. 1](#) (with [Sch. 7](#))

#### **<sup>F2</sup>58 Mileage allowances: nil liability notices**

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*Status: Point in time view as at 06/04/2003.*

*Changes to legislation: There are currently no known outstanding effects for the Finance Act 2001, Cross Heading: Employment. (See end of Document for details)*

### Textual Amendments

- F2** S. 58 repealed (with effect in accordance with s. 723(1)(a)(b) of the amending Act) by [Income Tax \(Earnings and Pensions\) Act 2003 \(c. 1\)](#), s. 723, **Sch. 8 Pt. 1** (with Sch. 7)

## 59 Employees' vehicles: withdrawal of capital allowances

- (1) In Chapter 3 of Part 2 of the Capital Allowances Act 2001 (c. 2) (plant and machinery: qualifying expenditure), for section 36 (restriction on qualifying expenditure in case of employment or office) substitute—

### “36 Restriction on qualifying expenditure in case of employment or office

- (1) Where the qualifying activity consists of an employment or office—
- (a) expenditure on the provision of a mechanically propelled road vehicle, or a cycle, is not qualifying expenditure, and
  - (b) other expenditure is qualifying expenditure only if the plant or machinery is necessarily provided for use in the performance of the duties of the employment or office.
- (2) In this section “cycle” has the meaning given by section 192(1) of the Road Traffic Act 1988.”.
- (2) Section 80 of that Act (vehicles provided for purposes of employment or office) is repealed.
- (3) The above amendments apply to expenditure incurred on or after 6th April 2002.
- (4) Where immediately before 6th April 2002—
- (a) expenditure incurred by an employee on the provision of a mechanically propelled road vehicle, or a cycle, was qualifying expenditure for the purposes of Part 2 of the Capital Allowances Act 2001 (c. 2) , and
  - (b) the employee is treated for the purposes of that Part as owning an asset as a result of that expenditure having been incurred,
- the employee shall be treated for the purposes of that Part of that Act as if he had ceased to own the asset at that time.
- (5) In subsection (4)—
- “employee” includes an office-holder; and
  - “cycle” has the meaning given by section 192(1) of the Road Traffic Act 1988 (c. 52).

## <sup>F3</sup>60 Exemption for works bus services: extension to minibuses

### Textual Amendments

- F3** Ss. 60-62 repealed (with effect in accordance with s. 723(1)(a)(b) of the amending Act) by [Income Tax \(Earnings and Pensions\) Act 2003 \(c. 1\)](#), s. 723, **Sch. 8 Pt. 1** (with Sch. 7)

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*Status: Point in time view as at 06/04/2003.*

*Changes to legislation: There are currently no known outstanding effects for the Finance Act 2001, Cross Heading: Employment. (See end of Document for details)*

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**F3 61 Employee share ownership plans**

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**Textual Amendments**

**F3** Ss. 60-62 repealed (with effect in accordance with s. 723(1)(a)(b) of the amending Act) by [Income Tax \(Earnings and Pensions\) Act 2003 \(c. 1\)](#), s. 723, **Sch. 8 Pt. 1** (with [Sch. 7](#))

**Status:**

Point in time view as at 06/04/2003.

**Changes to legislation:**

There are currently no known outstanding effects for the Finance Act 2001, Cross Heading: Employment.