
Changes to legislation: There are currently no known outstanding effects for the Finance Act 2017, Paragraph 43. (See end of Document for details)

SCHEDULES

SCHEDULE 2

OPTIONAL REMUNERATION ARRANGEMENTS

Benefits in kind: amount treated as earnings

- 43 In section 175 (benefit of taxable cheap loan treated as earnings), for subsection (1) substitute—
- “(A1) This section applies where an employment-related loan is a taxable cheap loan in relation to a tax year.
- (1) The cash equivalent of the benefit of the loan is to be treated as earnings from the employee's employment for the tax year.
- (1A) If the benefit of the loan is provided pursuant to optional remuneration arrangements and the condition in subsection (1B) is met—
- (a) subsection (1) does not apply, and
- (b) the relevant amount (see section 175A) is to be treated as earnings from the employee's employment for the tax year.
- (1B) The condition is that the amount foregone with respect to the benefit of the loan for the tax year (see section 69B) is greater than the modified cash equivalent of the benefit of the loan for the tax year (see section 175A).”

Changes to legislation:

There are currently no known outstanding effects for the Finance Act 2017, Paragraph 43.