



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

^{F1}(1)

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F1 S. 57(1)(2) repealed (with effect in accordance with s. 723(1)(a)(b) of the amending Act) by [Income Tax \(Earnings and Pensions\) Act 2003 \(c. 1\)](#), s. 723, [Sch. 8 Pt. 1](#)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

^{F2}58 Mileage allowances: nil liability notices

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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- F2** S. 58 repealed (with effect in accordance with s. 723(1)(a)(b) of the amending Act) by [Income Tax \(Earnings and Pensions\) Act 2003 \(c. 1\)](#), s. 723, **Sch. 8 Pt. 1**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- (2) Section 80 of that Act (vehicles provided for purposes of employment or office) is repealed.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).

^{F3}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)

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

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](#))

Changes to legislation:

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