



Income Tax (Earnings and Pensions) Act 2003

2003 CHAPTER 1

PART 3

EMPLOYMENT INCOME: EARNINGS AND BENEFITS ETC. TREATED AS EARNINGS

CHAPTER 4

TAXABLE BENEFITS: VOUCHERS AND CREDIT-TOKENS

General supplementary provisions

95 Disregard for money, goods or services obtained

- (1) This section applies if the cash equivalent of the benefit of a cash voucher, a non-cash voucher or a credit-token [^{F1}or the relevant amount in respect of a cash voucher, a non-cash voucher or a credit-token] —
- (a) is to be treated as earnings from an employee's employment under this Chapter, ^{F2}...
 - ^{F2}(b)
- (2) Money, goods or services obtained—
- (a) by the employee or another person in exchange for the cash voucher or non-cash voucher, or
 - (b) by the employee or a member of the employee's family by use of the credit-token,
- are to be disregarded for the purposes of the Income Tax Acts.
- (3) But the goods or services are not to be disregarded for the purposes of applying sections 362 and 363 (deductions where non-cash voucher or credit-token provided).

Changes to legislation: There are currently no known outstanding effects for the Income Tax (Earnings and Pensions) Act 2003, Cross Heading: General supplementary provisions. (See end of Document for details)

[^{F3}(3A) In the case of a childcare voucher, the reference in subsection (2)(a) to the services obtained in exchange for the voucher is to the provision of care for a child obtained by using it.]

(4) In the case of a transport voucher, the reference in subsection (2)(a) to the services obtained in exchange for the voucher is to the passenger transport services obtained by using it.

Textual Amendments

- F1** Words in s. 95(1) inserted (with effect in accordance with Sch. 2 para. 62 of the amending Act) by [Finance Act 2017 \(c. 10\)](#), [Sch. 2 para. 51](#)
- F2** S. 95(1)(b) and word omitted (with effect in accordance with s. 12(5) of the amending Act) by virtue of [Finance Act 2015 \(c. 11\)](#), [s. 12\(4\)\(a\)](#)
- F3** S. 95(3A) inserted (with effect in accordance with s. 78(2) of the amending Act) by [Finance Act 2004 \(c. 12\)](#), [Sch. 13 para. 2\(4\)](#)

^{F4}96 Dispensations relating to vouchers or credit-tokens

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Textual Amendments

- F4** [S. 96](#) omitted (with effect in accordance with s. 12(5) of the amending Act) by virtue of [Finance Act 2015 \(c. 11\)](#), [s. 12\(3\)](#) (with s. 12(6)(7))

[^{F5}96A Power to exempt use of non-cash vouchers or credit-tokens to obtain exempt benefits

- (1) The Treasury may by regulations provide for exemption from any liability that would otherwise arise by virtue of this Chapter in respect of—
- (a) non-cash vouchers which are or can be used to obtain specified exempt benefits, or which evidence an employee's entitlement to specified exempt benefits;
 - (b) credit-tokens which are used to obtain specified exempt benefits.

(2) In this section—

“exempt benefit” means a benefit the direct provision of which is exempted from liability to income tax by a provision of Part 4 (employment income: exemptions), and

“specified” means specified in the regulations.

(3) Regulations under this section may operate by amending section 266 (exemption of non-cash vouchers for exempt benefits) or section 267 (exemption of credit-tokens used for exempt benefits).]

Textual Amendments

- F5** S. 96A inserted (19.7.2006) by [Finance Act 2006 \(c. 25\)](#), [s. 63](#)

Changes to legislation:

There are currently no known outstanding effects for the Income Tax (Earnings and Pensions) Act 2003, Cross Heading: General supplementary provisions.