



# Finance Act 2019

## 2019 CHAPTER 1

### PART 1

#### DIRECT TAXES

##### *Employment and social security income*

#### **12 Tax treatment of social security income**

- (1) Part 10 of ITEPA 2003 (social security income) is amended as follows.
- (2) In Table A in section 660 (taxable UK benefits), at the appropriate place insert—

“Carer's allowance supplement	SS(S)A 2018	Sections 24 and 28”.
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- (3) In section 658 (amount charged to tax), in subsection (4), after “carer's allowance,” insert “ carer's allowance supplement, ”.
- (4) In section 661 (taxable social security income), in subsection (1), after “carer's allowance,” insert “ carer's allowance supplement, ”.
- (5) In Part 1 of Table B in section 677(1) (UK social security benefits wholly exempt from tax: benefits payable under primary legislation), insert each of the following at the appropriate place—

“Best start grant	SS(S)A 2018	Sections 24 and 32”
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“Discretionary housing payment	SS(S)A 2018	Section 88”
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“Discretionary support award	DSR(NI) 2016	Regulation 2”
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“Funeral expense assistance	SS(S)A 2018	Sections 24 and 34”
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*Changes to legislation: There are currently no known outstanding effects for the Finance Act 2019, Section 12. (See end of Document for details)*

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“Flexible support fund payment	ETA 1973	Section 2”
“Payment under a council tax reduction scheme: England	LGFA 1992	Section 13A(2)”
“Young carer grant	SS(S)A 2018	Sections 24 and 28”.
<p>(6) In the heading of Part 1 of Table B in section 677(1), after “Northern Ireland welfare supplementary payments” insert “ etc ”.</p> <p>(7) In Part 2 of Table B in section 677(1) (UK social security benefits wholly exempt from tax: benefits payable under regulations), insert each of the following at the appropriate place—</p>		
“Discretionary housing payment	CSPSSA 2000	Section 69”
“Payment under a council tax reduction scheme: Wales	LGFA 1992	Section 13A(4)”.
<p>(8) In Part 1 of Schedule 1 to ITEPA 2003 (abbreviations of Acts and instruments), insert each of the following at the appropriate place—</p>		
“LGFA 1992	Local Government Finance Act 1992”	
“CSPSSA 2000	Child Support, Pensions and Social Security Act 2000”	
“DSR(NI) 2016	Discretionary Support Regulations (Northern Ireland) 2016 (S.R. (N.I.) 2016 No. 270)”	
“SS(S)A 2018	Social Security (Scotland) Act 2018”.	

**Changes to legislation:**

There are currently no known outstanding effects for the Finance Act 2019, Section 12.