
STATUTORY INSTRUMENTS

1987 No. 1897

INCOME TAX

The Income Tax (Cash Equivalents of Car Benefits) Order 1987

<i>Made</i>	- - - -	<i>5th November 1987</i>
<i>Laid before the House of</i>		
<i>Commons</i>	- - - -	<i>17th November 1987</i>
<i>Coming into force</i>	- -	<i>6th April 1988</i>

The Treasury, in exercise of the powers conferred on them by section 64(4) of the Finance Act 1976⁽¹⁾, hereby make the following Order:

1. This Order may be cited as the Income Tax (Cash Equivalents of Car Benefits) Order 1987 and shall come into force on 6th April 1988.

2. In Part I of Schedule 7 to the Finance Act 1976 (Tables of flat rate cash equivalents) for Tables A, B and C there shall be substituted the following Tables—

Table A

CARS WITH ORIGINAL MARKET VALUE UP TO
£19,250 AND HAVING A CYLINDER CAPACITY

Cylinder capacity of car in cubic centimetres		
Age of car at end of relevant year of assessment		
Under 4 years	4 years or more	
1,400 or less	£580	£380
More than 1,400, but not more than 2,000	£770	£520
More than 2,000	£1,210	£800

(1) 1976 c. 40; relevant amendments to section 64 were made by section 51(2) of the Finance Act 1980 (c. 48), section 68(3) of the Finance Act 1981 (c. 35), and section 46(2) and (3) of the Finance Act 1982 (c. 39).

Status: This is the original version (as it was originally made). This item of legislation is currently only available in its original format.

Table B

**CARS WITH ORIGINAL MARKET VALUE UP TO
£19,250 AND NOT HAVING A CYLINDER CAPACITY**

Original market value of car		
Age of car at end of relevant year of assessment		
Under 4 years	4 years or more	
Less than £6,000	£580	£380
£6,000 or more, but less than £8,500	£770	£520
£8,500 or more, but not more than £19,250	£1,210	£800

Table C

CARS WITH ORIGINAL MARKET VALUE MORE THAN £19,250

Original market value of car		
Age of car at end of relevant year of assessment		
Under 4 years	4 years or more	
More than £19,250, but not more than £29,000	£1,595	£1,070
More than £29,000	£2,530	£1,685

5th November 1987

Peter Lloyd
Mark Lennox-Boyd
Two of the Lords Commissioners of Her
Majesty's Treasury

EXPLANATORY NOTE

(This note is not part of the Order)

Section 64 of the Finance Act 1976 provides that in certain circumstances a person employed in director's or higher-paid employment is chargeable to income tax in respect of the benefit of a car made available for private use by reason of his employment. The cash equivalent of such a benefit is, subject to the provisions of the section, to be ascertained from Tables A, B and C in Part I of Schedule 7 to that Act.

This Order, with effect from 6th April 1988, substitutes such Tables for those substituted by S.I.1986/703.