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STATUTORY INSTRUMENTS

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**2004 No. 575**

**INCOME TAX**

**The Taxation of Benefits under Government  
Pilot Schemes (Working Neighbourhoods  
Pilot and In Work Credit) Order 2004**

<i>Made</i>	- - - -	<i>4th March 2004</i>
<i>Laid before the House of Commons</i>	- - - -	<i>5th March 2004</i>
<i>Coming into force</i>	- -	<i>6th April 2004</i>

The Treasury, in exercise of the powers conferred upon them by section 151(1)(a) and (7)(a) of the Finance Act 1996(1) make the following Order:

**Citation and commencement**

1.—(1) This Order may be cited as the Taxation of Benefits under Government Pilot Schemes (Working Neighbourhoods Pilot and In Work Credit) Order 2004.

(2) This Order shall come into force on 6th April 2004.

**Interpretation**

2. In this Order—

“benefit” has the meaning given by subsection (6) of section 151 of the Finance Act 1996;

“Government pilot scheme” has the meaning given by subsections (3) and (4) of section 151 of the Finance Act 1996;

“In-Work Credit” and “Working Neighbourhoods Pilot” mean benefits under the Government pilot schemes known by those names.

**Exemptions from income tax**

3. The Income Tax Acts shall have effect in relation to any amount of payment by way of In-Work Credit or by way of the Working Neighbourhoods Pilot, as if that amount were wholly exempt from income tax and accordingly to be disregarded in computing the amount of any receipts brought into account for income tax purposes.

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(1) 1996 c. 8. There are amendments to section 151 which are not relevant for the purposes of this instrument.

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**Status:** This is the original version (as it was originally made).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

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4th March 2004

*Nick Ainger*  
*John Heppell*  
Two of the Lords Commissioners of Her  
Majesty's Treasury

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## EXPLANATORY NOTE

*(This note is not part of the Order)*

This Order provides for payments of benefits, made under the Government pilot schemes known as In-Work Credit and Working Neighbourhoods Pilot, to be treated as exempt from income tax, and accordingly to be disregarded in computing the amount of any receipts brought into account for income tax purposes.