
*Changes to legislation: There are currently no known outstanding effects
for the Finance Act 2006, Paragraph 36. (See end of Document for details)*

SCHEDULES

SCHEDULE 13

SETTLEMENTS: AMENDMENTS TO ICTA AND ITTOIA 2005 ETC

PART 2

MINOR AND CONSEQUENTIAL AMENDMENTS

36 (1) After section 28 of FA 2005 insert—

“28A Disapplication of section 629 of ITTOIA 2005

(1) In a case where this section applies, section 629(1) of ITTOIA 2005 shall not apply in respect of a payment by the trustees of a settlement to a beneficiary under the settlement.

(2) This section applies if in a year of assessment—

- (a) the trustees make a payment to a vulnerable person,
- (b) the payment is made out of qualifying trusts income,
- (c) the vulnerable person is a relevant child (within the meaning given by section 629 of ITTOIA 2005) of a settlor in relation to the settlement, and
- (d) the trustees have made a successful claim for special income tax treatment under section 25.”

(2) This paragraph shall have effect in relation to payments made on or after 6th April 2004.

Changes to legislation:

There are currently no known outstanding effects for the Finance Act 2006, Paragraph 36.