

SCHEDULES

SCHEDULE 54

REPAYMENT INTEREST

PART 3

SUPPLEMENTARY

Attribution of repayments

- 13 (1) This paragraph applies for the purpose of determining, for the purposes of this Schedule, how a repayment to a person (“P”) in respect of income tax for a tax year is to be attributed to payments made in respect of that tax.
- (2) Such a repayment is to be attributed to payments in the following order—
- (a) first, to so much of any payment made by P under section 59B of TMA 1970 as is a payment in respect of income tax for that year,
 - (b) second, in two equal parts to each of the payments (if any) made by P under section 59A of that Act on account of income tax for that year, and
 - (c) third, to income tax deducted at source for that year.
- (3) In so far as it is attributable to a payment made in instalments, a repayment is to be attributed to a later instalment before being attributed to an earlier one.

Interpretation

- 14 In this Schedule any reference to income tax deducted at source for a tax year is a reference to—
- (a) income tax deducted (or treated as deducted) from any income, or treated as paid on any income, in respect of that year, and
 - (b) amounts which, in respect of that year, are tax credits to which section 397(1) or 397A(2) of ITTOIA 2005 applies,
- but does not include a reference to amounts which, in that year, are deducted at source under PAYE regulations in respect of previous years.