Status: Point in time view as at 18/11/2015.

Changes to legislation: Income Tax (Earnings and Pensions) Act 2003, Section 130 is up to date with all changes known
to be in force on or before 25 July 2024. There are changes that may be brought into force at a future date. Changes
that have been made appear in the content and are referenced with annotations. (See end of Document for details)

Income Tax (Earnings and Pensions) Act 2003

2003 CHAPTER 1

PART 3

EMPLOYMENT INCOME: EARNINGS AND BENEFITS ETC. TREATED AS EARNINGS

CHAPTER 6

TAXABLE BENEFITS: CARS, VANS AND RELATED BENEFITS

Cars: treatment of accessories

130   The notional price of an accessory

(1) In this Chapter the "notional price" of an accessory means the inclusive price which
it might reasonably have been expected to fetch if sold—

    (a)   in the United Kingdom,

    (b)   singly,

    (c)   in a retail sale,

    (d)   in the open market, and

    (e)   at the time immediately before the accessory concerned is first made available
for use with the car.

(2) The "inclusive price" means the price inclusive of—

    (a)   any charge for delivery by the manufacturer, importer or distributor to the
seller's place of business,

    (b)   any relevant taxes other than car tax (see section 171(1)), and

    (c)   in the case of an accessory permanently attached to the car, the price which
the seller would charge for attaching it.

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Income Tax (Earnings and Pensions) Act 2003 (c. 1)
Part 3 – Employment income: earnings and benefits etc. treated as earnings
Chapter 6 – Taxable benefits: cars, vans and related benefits
Document Generated: 2024-07-25

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Changes to legislation: *Income Tax (Earnings and Pensions) Act 2003, Section 130 is up to date with all changes known to be in force on or before 25 July 2024. There are changes that may be brought into force at a future date. Changes that have been made appear in the content and are referenced with annotations. (See end of Document for details)*

(3) In the case of an initial extra accessory, the time referred to in subsection (1)(e) may be a time before the car is first made available to the employee.

Modifications etc. (not altering text)

C1   Ss. 127-130 applied (with modifications) by 1994 c. 22, s. 1GF(3)(4) (as inserted (18.11.2015) by Finance (No. 2) Act 2015 (c. 33), **s. 46(2)(c)**)

Status:
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