

*Changes to legislation: There are currently no known outstanding effects for the Finance Act 2020, Paragraph 5. (See end of Document for details)*

## SCHEDULES

### SCHEDULE 15

#### TAX RELIEF FOR SCHEME PAYMENTS ETC

#### [<sup>F1</sup>PART 1

#### INCOME TAX AND OTHER RELATED RELIEF]

#### Textual Amendments

**F1** Sch. 15 Pt. 1 heading inserted (22.2.2024) by Finance Act 2024 (c. 3), s. 12(3)(b)

#### *Relief from inheritance tax*

- 5 (1) This paragraph applies where a qualifying payment is at any time received by a person or the personal representatives of a person (but see sub-paragraph (4)).
- (2) The inheritance tax chargeable on the value transferred by the transfer made on the person's death is to be reduced by an amount equal to—
- (a) the relevant percentage of the amount of the payment, or
  - (b) if lower, the amount of inheritance tax that would, apart from this paragraph, be chargeable on the value transferred.
- (3) The “relevant percentage” means the percentage in the last row of the third column of the Table in Schedule 1 to IHTA 1984.
- (4) This paragraph does not apply in a case where—
- (a) the qualifying payment is within paragraph 2(3),
  - (b) the payment is made after the death of the person mentioned in paragraph (b) of paragraph 2(3), and
  - (c) the payment is made otherwise than to the personal representatives of that person.
- (5) This paragraph has effect, in a case where the qualifying payment is within paragraph 2(2) or (3), in relation to deaths occurring on or after 3 April 2019.
- (6) This paragraph has effect, in a case where the qualifying payment is within paragraph 2(4), in relation to deaths occurring on or after 29 May 2020.
- (7) This paragraph has effect, in a case where the qualifying payment is within paragraph 2(5), in relation to deaths occurring on or after such date as is specified in the regulations concerned (which may be a date before the regulations are made).

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**Modifications etc. (not altering text)**

- C1** Sch. 15 para. 5 modified (6.4.2023) by [The Public Service Pension Schemes \(Rectification of Unlawful Discrimination\) \(Tax\) Regulations 2023 \(S.I. 2023/113\)](#), regs. 1(2), **44(5)** (with reg. 1(3))

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