

Employer: INDEPENDENT PARLIAMENTARY STANDARDS AUTHORITY (IPSA)

Reference: 940/HF371/MSG/2S

DISPENSATION FOR CERTAIN EXPENSES PAYMENTS AND BENEFITS. NOTIFICATION UNDER SECTION 65 ITEPA 2003

This dispensation applies to the expenses payments, benefits and facilities, which are set out below. For the purpose of this dispensation these matters are referred to collectively as 'expenses payments and benefits'. It means you will not have to report these expenses payments and benefits at the end of the year on forms P11D or P9D. It revokes from the date of this dispensation any previous dispensation covering expenses payments or benefits of a similar nature.

I am giving you this dispensation because I am satisfied, on the basis of what you have told me, that no additional tax would be payable on these expenses payments and benefits. I am authorised to do this by Section 65 and Section 96 of the Income Tax (Earnings and Pensions) Act 2003.

The dispensation applies only to the expenses payments and benefits, set out below, in the circumstances there set out. If the expenses payments or benefits are paid or provided in circumstances which give rise to additional tax, this dispensation will need to be revoked. Where necessary the revocation may apply to expenses payments and benefits already provided. In that case additional tax will be due. So it is important that you let me know if you alter your system for controlling expenses payments and benefits, or increase their amounts, or change their nature or make any other changes which may affect their taxability.

Payments and benefits that are in any way different, or are provided in circumstances that differ, from those set out below will not be covered by this dispensation and should be reported in the normal way.



HMRC Inspector

Date : 26 May 2011

Members of Parliament (MPs)

Nature of payment or benefits provided:

Winding-up payments made or reimbursed by IPSA to MPs, allowed on the basis that this expenditure is incurred wholly, exclusively and necessarily either to allow the Member to complete their Parliamentary duties, or in order to fulfill unconditional obligations which started before they ceased to be a Member. Covering the items listed below (excluding payments or reimbursements for any private purposes)

Routine Staff Costs

Rent

Business Rates

Office Redecorating

Contents Insurance

Gas

Electricity

Other Fuel

Water

Hire of Equipment

Making Good Dilapidations

Postage

Stationery

Telephone

Removal of items from Office

Home Removal Costs for Funded Home under Accommodation Expenses

Shredding of confidential material and disk clean up etc.

All the above items restricted to such payments made or reimbursed by IPSA for genuine winding-up expenditure in accordance with the guidance at Part 11 of "The MPs' Expenses Scheme : Second Edition", dated July 2010.

