

## **Explanatory Note**

*(This note is not part of the Regulations)*

These Regulations define 'local authority' and 'qualifying payment' for the purposes of sections 235A and 295A of the Income Tax (Earnings and Pensions) Act 2003 (c. 1), which provide that repayments of expenses made to local authority members are exempt from income tax if certain conditions are met.

A Tax Impact and Information Note was published on 10 December 2014 alongside the draft clauses and explanatory notes for Finance Bill 2015 and is available on the [GOV.UK](http://gov.uk) website. It remains an accurate summary of the impacts that apply to this instrument.