



THE INCOME TAX (USE OF MONEY SPECIFIED RATE OF INTEREST) REGULATIONS 1992

THOMAS EICHELBAUM, Administrator of the Government

ORDER IN COUNCIL

At Wellington this 25th day of May 1992

Present:

HIS EXCELLENCY THE ADMINISTRATOR OF THE GOVERNMENT IN COUNCIL
PURSUANT to section 398A (8) of the Income Tax Act 1976, His Excellency the Administrator of the Government, acting by and with the advice and consent of the Executive Council, hereby makes the following regulations.

REGULATIONS

1. Title, commencement, and application—(1) These regulations may be cited as the Income Tax (Use of Money Specified Rate of Interest) Regulations 1992.

(2) These regulations shall come into force on the 1st day of July 1992, and shall apply with respect to any amounts of income tax remaining unpaid and any amounts standing to the credit of any person on or after that date.

2. Specified rate of interest—For the purposes of sections 398A and 413A of the Income Tax Act 1976 the specified rate of interest, being the rate at which interest is to be imposed under section 398A (4) of that Act, shall be 6 percent per annum.

MARIE SHROFF,
Clerk of the Executive Council.

EXPLANATORY NOTE

This note is not part of the regulations, but is intended to indicate their general effect.

These regulations set at 6 percent the rate of interest that is to apply to over and under payments of provisional tax for the purposes of sections 398A and 413A of the Income Tax Act 1976.

The 6 percent rate applies to amounts of tax remaining unpaid or standing to the credit of any person on or after 1 July 1992. It replaces the 10 percent rate of interest originally specified in section 22 (4) of the Income Tax Amendment Act (No. 3) 1988.

Issued under the authority of the Acts and Regulations Publication Act 1989.
Date of notification in *Gazette*: 28 May 1992.
These regulations are administered in the Inland Revenue Department.