

1993 No. 2925

SOCIAL SECURITY

**The Social Security (Contributions) Amendment
(No. 7) Regulations 1993**

<i>Made</i> - - - -	<i>30th November 1993</i>
<i>Laid before Parliament</i>	<i>30th November 1993</i>
<i>Coming into force</i> -	<i>1st December 1993</i>

The Secretary of State for Social Security, in exercise of powers conferred by sections 3(2) and (3), 122(1) and 175(1) to (3) of the Social Security Contributions and Benefits Act 1992(a) and of all other powers enabling him in that behalf, after agreement by the Social Security Advisory Committee that proposals to make these Regulations should not be referred to it(b), hereby makes the following Regulations:

Citation, commencement and interpretation

1.—(1) These Regulations may be cited as the Social Security (Contributions) Amendment (No. 7) Regulations 1993 and shall come into force on 1st December 1993.

(2) In these Regulations “the principal Regulations” means the Social Security (Contributions) Regulations 1979(c).

[Regulation 2 amends regulation 18 of S.I. 1979/591.]

[Regulation 3 amends Schedule 1A to S.I. 1979/591.]

Signed by authority of the Secretary of State for Social Security.

39th November 1993

William Hague
Parliamentary Under-Secretary of State
Department of Social Security

(a) 1992 c.4; section 122(1) is cited because of the meaning ascribed to the word “prescribe”.

(b) See the Social Security Administration Act 1992 (c.5), section 173(1)(b).

(c) S.I. 1979/591; the relevant amending instrument is S.I. 1991/2505.

EXPLANATORY NOTE

(This note is not part of the Regulations)

These Regulations further amend the Social Security (contributions) Regulations 1979 ("the principal Regulations").

Regulation 2 amends regulation 18 of the principal Regulations (calculation of earnings) so that where a payment of earnings is made in the form of a beneficial interest in any asset capable of being traded on a recognised investment exchange and having a published selling price, the value of that payment is to be determined by reference to that price.

Regulation 3 inserts paragraphs 9A, 9B, 15 and 16 into Schedule 1A to the principal Regulations. (Schedule 1A lists certain assets which are not capable of being payments in kind for the purposes of calculating earnings.) Paragraph 9A refers to assets other than those already listed in that Schedule and which are capable of being traded on a recognised investment exchange, paragraph 9B refers to vouchers, and paragraphs 15 and 16 define certain terms.

These Regulations do not impose any additional administrative costs on business but the effect will be to require the payment of secondary (employers')

Class 1 national insurance contributions which had not previously been due on certain payments of earnings, where those payments of earnings are made by means of assets now covered by these Regulations.

An assessment of the cost to business of applying these Regulations has been placed in the Libraries of both Houses of Parliament. Copies can be obtained by post from the Department of Social Security, Room 09/03, Adelphi, 1-11 John Adam Street, London WC2N 6HT.