

**1994 No. 2194**

**SOCIAL SECURITY**

**The Social Security (Contributions) Amendment  
(No. 3) Regulations 1993**

<i>Made</i> - - - -	<i>23rd August 1994</i>
<i>Laid before Parliament</i>	<i>23rd August 1994</i>
<i>Coming into force</i>	<i>24th August 1994</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) Amendments (No. 3) Regulations 1994 and shall come into force on 24th August 1994.

(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.

23rd August 1994

*William Hague*  
Minister of State,  
Department of Social Security.

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(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 instruments are S.I. 1991/2505 and 1993/2925.

**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 so that where a payment of earnings is made by conferring a beneficial interest in gemstones, certain alcoholic liquors or vouchers for those and certain other assets, the amount of the payment is to be established by reference to the cost of the asset in question.

Regulation 3 amends Schedule 1A to the principal Regulations. (This Schedule lists certain assets which are not excluded from the computation of a person's

earnings.) Four further paragraphs are inserted; paragraph 9ZA refers to certain alcoholic liquors, paragraph 9ZB to gemstones and paragraphs 17 and 18 define these 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.