

## OBJECTS AND REASONS

This Bill would, as a consequence of the decision indicated in the Financial Statement and Budgetary Proposals for 2009 to increase the value added tax rebate on building materials, amend the *Income Tax Act*, Cap. 73 to make provision for an increase in the value of the houses which may be built by approved developers for sale to persons who are purchasing a home for the first time.

### *Arrangement of Sections*

#### *Section*

1. Short title.
2. Amendment of section 46F of Cap. 73.

**BARBADOS**

**A Bill entitled**

**An Act to amend the *Income Tax Act*.**

**ENACTED** by the Parliament of Barbados as follows:

- 1.** This Act may be cited as the *Income Tax (Amendment) (No. 3) Act, 2010*. Short title.

Amend-  
ment of  
section 46F  
of Cap. 73.

2. The *Income Tax Act* is amended in section 46F by deleting subsection (1) and substituting the following:

"(1) Notwithstanding sections 42 to 46E and subject to subsection (2), with effect from income year 2010, the tax payable by persons engaged in the construction of houses for sale at a price not exceeding \$400 000 each inclusive of land, is 15 percent of every complete dollar of taxable income directly relating to the construction and sale of those houses."