



SUPPLEMENT TO THE VOTES AND PROCEEDINGS

Monday 4 July 2011

REPORT STAGE PROCEEDINGS

FINANCE (NO. 3) BILL, AS AMENDED

[SECOND DAY]

NEW CLAUSES

High cost credit lending

Ed Balls
 Ms Angela Eagle
 Mr David Hanson
 Chris Leslie
 Kerry McCarthy
 Stella Creasy

Negatived on division NC11

To move the following Clause:—

‘The Government shall lay before Parliament a review of all taxation measures contained in this Act that are applicable to those judged by the Financial Services Authority (or its successor body) to engage in high cost credit lending. This review shall consider the following matters—

- (a) the nature of the high cost credit market and the proliferation of lending practices which are detrimental to consumers and or competition in the provision of credit to consumers;
 - (b) the impact that taxation could have on the provision of high cost credit in the UK which is detrimental to consumers and or competition in the provision of credit to consumers;
 - (c) whether changes to taxation could discourage lending in a manner which is detrimental to consumers and undermines competition in the provision of credit to consumers; and
 - (d) other measures relevant to the high cost credit lending sector that may prevent consumer detriment.’
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Finance (No. 3) Bill, continued
Report on capital allowances

Nigel Mills

Withdrawn **NC12**

To move the following Clause:—

‘The Chancellor shall direct the Office of Tax Simplification to report by 31 March 2012 on the options for simplifying or replacing the capital allowances regime with a view to ensuring businesses obtain tax relief for capital assets over a period more closely matched to the useful life of those assets.’.

*Windfall tax on nuclear power operators*Caroline Lucas
Jonathan Edwards*Not selected* **NC13**

To move the following Clause:—

‘The Treasury shall by regulations recover all profits to operators of nuclear power plants resulting from the Carbon Price Support Mechanism through a windfall tax designed for that purpose.’.

Group filing for corporation tax

Nigel Mills

Not called **NC14**

To move the following Clause:—

‘The Chancellor shall direct the Office of Tax Simplification to report by 31 March 2012 on the potential for the introduction of a consolidated corporation tax filing for UK-resident companies meeting the current definition of a group for corporation tax purposes, to include an assessment of the potential cost savings for companies and HMRC, and the potential for reducing tax avoidance.’.

*Value Added Tax (Reduced Rate) Order 2011*Hywel Williams
Jonathan Edwards*Not selected* **NC15**

To move the following Clause:—

‘(1) The Chancellor of the Exchequer shall make an order to amend Schedule 7A of the Value Added Tax Act 1994 (Charge at Reduced Rate) to include maintenance

Finance (No. 3) Bill, continued

and home improvement work as services for which VAT should be charged at a reduced rate of 5 per cent..

- (2) “Maintenance and home improvement work” means improvement work carried out on a property which is—
- (a) a single household dwelling,
 - (b) a multiple occupancy dwelling,
 - (c) a building, or part of a building, which, when it was last lived in, was used for a relevant residential purpose and is classed as residential, or
 - (d) a building where a change to residential use has been granted.
- (3) This Order shall be known as the the Value Added Tax (Reduced Rate) Order 2011 and shall come into force on 30 August 2011.’.

Temporary reduction to VAT rate

Ed Balls
Ms Angela Eagle
Mr David Hanson
Chris Leslie
Kerry McCarthy

Not selected **NC16**

To move the following Clause:—

- ‘(1) In section 2(1) of the Value Added Tax Act 1994 (Rate of VAT) for “20 per cent.” substitute “17.5 per cent.”.
- (2) Subsection (1) shall have effect from Royal Assent and shall expire at such time as the Government presents to Parliament a report stating that the UK economy has returned to strong growth.’.

Ed Balls
Ms Angela Eagle
Mr David Hanson
Chris Leslie
Kerry McCarthy

Negated on division **10**

Page **1**, line **9** [*Clause 1*], at end insert—

- ‘(3) By 31 March 2012 the Office of Budget Responsibility, in consultation with HMRC, will report to Parliament on the revenue of the 50 per cent. rate of income tax and its impact on the UK economy.’.

John McDonnell

Not called **14**

Page **1**, line **9** [*Clause 1*], at end insert—

- ‘(3) A report on the impact of the current rates of income tax on inequality in the United Kingdom, also taking into consideration all other direct and indirect taxes including duties and excises, council taxes and mandatory charges for the use of cars and televisions and making specific reference to the overall tax rate of taxpayers grouped by decile in the United Kingdom and by each individual

Finance (No. 3) Bill, *continued*

constituent country shall be prepared by HM Treasury and laid before the House of Commons not later than 1 December 2011.’.

Mr Frank Field
Mr David Blunkett
John Mann
Kate Hoey
John McDonnell
Kate Green

Not called **30**

Page **1**, line **9** [*Clause 1*], at end insert—

‘(3) All public sector employees whose earned income does not exceed £21,000 shall be entitled to a £250 reduction in tax liability for the tax year 2011-12.’.

Bill to be further considered tomorrow
