



House of Commons

Tuesday 8 April 2014

COMMITTEE OF THE WHOLE HOUSE PROCEEDINGS

FINANCE (NO. 2) BILL

(Clauses 1, 5 to 7, 11, 72 to 74 and 112; Schedule 1; any new Clauses, and any new Schedules, relating to tax relief in connection with the costs of childcare, or income tax allowances for parties to a marriage or civil partnership, or air passenger duty, or the rate of the bank levy, or the subject matter of Clause 1, or the subject matter of Clauses 5 to 7 and Schedule 1.)

[FIRST DAY]

Ed Balls
Chris Leslie
Shabana Mahmood
Cathy Jamieson
Catherine McKinnell

Negatived on division 2

Clause 5, page 3, line 28, at end insert—

- ‘() The Chancellor of the Exchequer shall undertake a review, within six months of the passing of this Act, on the impact of an additional cut of one per cent to the main rate of Corporation Tax for financial year 2015-16, with particular reference to—
- (a) the impact on businesses with fewer than 50 employees;
 - (b) the impact on investment by businesses with fewer than 50 employees; and
 - (c) alternative tax measures, including non-domestic rates, which would have a greater benefit for businesses with fewer than 50 employees.
- () The Chancellor of the Exchequer must publish the report of the review and lay the report before the House.’.

Member’s explanatory statement

This amendment would require the Chancellor of the Exchequer to publish a report on the impact of a cut of one per cent to main rate Corporation Tax on businesses, including small and medium sized enterprises (SMEs).

Clauses 5 to 7 agreed to.

Schedule 1 agreed to.

Finance (No. 2) Bill, continued

*NEW CLAUSES AND NEW SCHEDULES RELATING TO THE SUBJECT MATTER OF
CLAUSE 1*

Report on increasing the additional rate of income tax to 50%

Jonathan Edwards
Mr Elfyn Llwyd
Hywel Williams
Pete Wishart
Angus Robertson
Dr Eilidh Whiteford

Mr Angus Brendan MacNeil

Negatived on division NC4

To move the following Clause:—

- ‘(1) The Chancellor of the Exchequer shall make arrangements for conducting a review of the impact of increasing the additional rate to 50%.
- (2) The Secretary of State shall lay a copy of the report of the review mentioned in subsection (1) before each House of Parliament within three months of the passing of this Act.’

Ed Balls
Chris Leslie
Shabana Mahmood
Cathy Jamieson
Catherine McKinnell

Negatived on division 4

Clause 1, page 2, line 11, at end insert—

- ‘() The Chancellor of the Exchequer shall, within three months of the passing of this Act, publish a report on the impact of setting the additional rate of income tax at 50 per cent.
- () The report must estimate the impact of setting the additional rate for 2014-15 at 45 per cent and at 50 per cent on the amount of income tax currently paid by someone with a taxable income of—
 - (a) £150,000 per year; and
 - (b) £1,000,000 per year.’

Clause 1 agreed to.

Finance (No. 2) Bill, continued

*NEW CLAUSES AND NEW SCHEDULES RELATING TO TAX RELIEF IN CONNECTION WITH
THE COSTS OF CHILDCARE*

Childcare provision

Ed Balls
Chris Leslie
Shabana Mahmood
Cathy Jamieson
Catherine McKinnell

Negatived on division **NC1**

To move the following Clause:—

- ‘(1) The Chancellor of the Exchequer must undertake a review of ways in which changes to the tax and childcare systems could be used to increase the affordability of childcare before April 2015, with particular reference to—
- (a) the cost of childcare for parents in work; and
 - (b) the cost of childcare, including the impact of changes in the tax and benefits system during this Parliament.

The Chancellor must publish the report of the review within six months of the passing of this Act and lay the report before the House.’.

Progress reported