



SUPPLEMENT TO THE VOTES AND PROCEEDINGS

Monday 27 June 2016

**COMMITTEE OF THE WHOLE HOUSE
PROCEEDINGS**

FINANCE BILL

(Clauses 7 to 18 and Schedules 2 and 3; Clauses 41 and 42; Clauses 43 and 44; Clauses 65 to 71; Clauses 72 to 81 and Schedules 11 to 14; Clause 129; Clauses 132 to 136; Clauses 144 to 154 and Schedules 18 to 22; any new Clauses or new Schedules relating to employment income, the subject matter of Clauses 41 to 44 and 65 to 71, capital gains tax, insurance premium tax, climate change levy, and tax avoidance and evasion)

[FIRST DAY]

*CLAUSES 7 TO 12, SCHEDULE 2, CLAUSES 13 TO 16, SCHEDULE 3, CLAUSES 17 AND 18,
AND NEW CLAUSES AND NEW SCHEDULES RELATING TO EMPLOYMENT INCOME*

Mr Chancellor of the Exchequer

Agreed to 22

Clause 7, page 14, leave out lines 7 to 10 and insert—

- “(1A) Where this Chapter applies to any living accommodation—
- (a) the living accommodation is a benefit for the purposes of this Chapter (and accordingly it is immaterial whether the terms on which it is provided to any of those persons constitute a fair bargain), and
 - (b) sections 102 to 108 provide for the cash equivalent of the benefit of the living accommodation to be treated as earnings.”

Mr Chancellor of the Exchequer

Agreed to 23

Clause 7, page 14, line 10, at end insert—

- “() In section 109 (priority of Chapter 5 over Chapter 1), after subsection (3) insert—
- “(4) In a case where the cash equivalent of the benefit of the living accommodation is nil—
- (a) subsections (2) and (3) do not apply, and
 - (b) the full amount mentioned in subsection (1)(b) constitutes earnings from the employment for the year under Chapter 1.”

Finance Bill, continued

Mr Chancellor of the Exchequer

Agreed to 24

Clause 7, page 14, leave out lines 13 to 16 and insert —

- “(1A) Where this Chapter applies to a car or van, the car or van is a benefit for the purposes of this Chapter (and accordingly it is immaterial whether the terms on which it is made available to the employee or member constitute a fair bargain).”

Mr Chancellor of the Exchequer

Agreed to 25

Clause 7, page 14, line 35, at end insert—

- “() In section 120 (benefit of car treated as earnings)—
- (a) in subsection (2) after “case” insert “(including a case where the cash equivalent of the benefit of the car is nil)”, and
 - (b) after subsection (2) insert—
 - “(3) Any reference in this Act to a case where the cash equivalent of the benefit of a car is treated as the employee’s earnings for a year by virtue of this section includes a case where the cash equivalent is nil.”
- () In section 154 (benefit of van treated as earnings)—
- (a) the existing text becomes subsection (1) of that section, and
 - (b) after that subsection insert—
 - “(2) In such a case (including a case where the cash equivalent of the benefit of the van is nil) the employee is referred to in this Chapter as being chargeable to tax in respect of the van for that year.
 - (3) Any reference in this Act to a case where the cash equivalent of the benefit of a van is treated as the employee’s earnings for a year by virtue of this section includes a case where the cash equivalent is nil.”

Mr Chancellor of the Exchequer

Agreed to 26

Clause 7, page 14, leave out lines 37 to 39 and insert—

- “(1A) Where this Chapter applies to a loan—
- (a) the loan is a benefit for the purposes of this Chapter (and accordingly it is immaterial whether the terms of the loan constitute a fair bargain), and
 - (b) sections 175 to 183 provide for the cash equivalent of the benefit of the loan (where it is a taxable cheap loan) to be treated as earnings in certain circumstances.”

*Clause, as amended, agreed to.**Clauses 8 and 9 agreed to.*

Finance Bill, continued

John McDonnell
 Seema Malhotra
 Rob Marris
 Rebecca Long Bailey
 Richard Burgon

Negatived on division 2

Clause 10, page 15, line 29, after “omit”, insert “, except in the case of a low emissions vehicle.”

John McDonnell
 Seema Malhotra
 Rob Marris
 Rebecca Long Bailey
 Richard Burgon

Not called 3

Clause 10, page 15, line 38, at end add—

“(3) For the purposes of this section, a “low emissions vehicle” means any car first registered on or after 1 April 2017 which emits 0.06g or less of nitrous oxides per kilometre.”

Clause agreed to.

Clauses 11 and 12 agreed to.

Schedule 2 agreed to.

Clause 13 agreed to.

Mr Chancellor of the Exchequer

Agreed to 27

Clause 14, page 19, line 19, leave out paragraph (a) and insert—

“(a) in section 51(1)—

- (i) disregard “either” in the opening words, and
- (ii) disregard paragraph (b) (and the preceding or), and”.

Clause, as amended, agreed to.

Clause 15 agreed to.

Roger Mullin

Not called 180

Clause 16, page 24, line 35, at end add—

“(2) The Chancellor of the Exchequer shall undertake a review of the impact of the abandonment by HMRC of its valuation check service for Small and Medium-sized Enterprises, including its associated impact on employee share ownership schemes, and report to Parliament within six months of the passing of this Act.”

Finance Bill, continued

Clause 16 agreed to.

Mr Chancellor of the Exchequer

Schedule 3, page 274, line 20, leave out “(1) does” and insert “(1)(a) and (b) do” *Agreed to* 28

Schedule, as amended, agreed to.

Clauses 17 and 18 agreed to.

Roger Mullin

Negatived on division NC1

To move the following Clause—

“Review of income tax treatment of workers providing services through intermediaries

The Chancellor of the Exchequer must conduct a strategic review of the impact on workers defined as providing services through intermediaries of their treatment for income tax purposes, including the differential impact on different types of worker, and must publish the report of the review within six months of the passing of this Act.”

John McDonnell
Seema Malhotra
Rob Marris
Rebecca Long Bailey
Richard Burgon

Not called NC3

To move the following Clause—

“Tax treatment of workers employed through intermediaries

The Chancellor of the Exchequer must, within six months of the passing of this Act, publish a report on the impact of the current system of employment through intermediaries on the treatment for tax purposes of the employment income of workers employed through an intermediary or umbrella company, including the role of intermediaries and umbrella companies.”

Finance Bill, continued

Seema Malhotra
John McDonnell
Rob Marris
Rebecca Long Bailey
Richard Burgon

Not called NC10

To move the following Clause—

“Employee share schemes: value for money

The Chancellor of the Exchequer shall, within six months of the passing of this Act, publish a report giving HM Treasury’s assessment of the value for money provided by each type of employee share scheme.”

CLAUSES 132 TO 136, AND NEW CLAUSES AND NEW SCHEDULES RELATING TO CLIMATE CHANGE LEVY

Clauses 132 to 134 agreed to.

Rebecca Long Bailey
John McDonnell
Seema Malhotra
Rob Marris
Richard Burgon

Negatived on division 183

Clause 135, page 189, line 13, at end add—

- “(3) The Chancellor of the Exchequer shall conduct a review of the impact of the Climate Change Levy in reducing carbon emissions within 12 months of the passing of this Act.
- (4) The report shall have particular reference to—
- (a) the removal of the exemption for electricity generated from renewable sources;
 - (b) the abolition of the Carbon Reduction Commitment; and
 - (c) reporting requirements by companies and public sector bodies for energy usage and carbon emissions.”

Clause agreed to.

Clause 136 agreed to.

Clause 129 agreed to.

Progress reported.
