



House of Commons

Thursday 11 January 2018

PUBLIC BILL COMMITTEE PROCEEDINGS

FINANCE (No. 2) BILL

(Except Clause 8; Clause 33 and Schedule 9; Clauses 40 and 41 and Schedule 11; New Clauses or new Schedules relating to the income tax treatment of armed forces' accommodation allowances, the bank levy, stamp duty land tax, the effect of the Bill on equality, or the effect of the Bill on tax avoidance or evasion)

[THIRD AND FOURTH SITTINGS]

GLOSSARY

This document shows the fate of each clause, schedule, amendment and new clause.

The following terms are used:

Agreed to: agreed without a vote.

Agreed to on division: agreed following a vote.

Negatived: rejected without a vote.

Negatived on division: rejected following a vote.

Not called: debated in a group of amendments, but not put to a decision.

Not moved: not debated or put to a decision.

Question proposed: debate underway but not concluded.

Withdrawn after debate: moved and debated but then withdrawn, so not put to a decision.

Not selected: not chosen for debate by the Chair.

Clause 18 agreed to.

Peter Dowd
Anneliese Dodds
Jeff Smith

Not selected 45

Schedule 6, page 88, line 32, at end insert—

Finance (No. 2) Bill, *continued*

“PART 6

RETURNS: PAYMENT ON ACCOUNT

- 16 (1) TMA 1970 is amended as follows.
 (2) After section 12AC (notice of enquiry), insert—

“12ACA Requirement for payment on account

- (1) In any case where notice of an enquiry has been given under section 12AC(1) in respect of a return, an officer of the Board may require a payment on account from a partner in respect of that partner and other partners (whether in respect of that return or a return for a subsequent tax year).
 (2) Sections 59A and 59AB apply to payments made under this section as they apply to payments made under section 59A.”

Peter Dowd
 Anneliese Dodds
 Jeff Smith

Not called 50

Schedule 6, page 88, line 32, at end insert—

“PART 6

RETURNS: PAYMENT ON ACCOUNT

- 16 (1) TMA 1970 is amended as follows.
 (2) After section 12AC (notice of enquiry), insert—

“12AD Review of proposal for power to require payment on account

- (1) Within one month of the passing of the Finance Act 2018 the Chancellor of the Exchequer must commission a review into the effects of introducing a power to allow HMRC to require payment on account for returns where an enquiry has been given under section 12AC(1) in respect of a return.
 (2) The review under this section must consider—
 (a) the administrative implications for HMRC,
 (b) the impact on the taxation regime for partnerships, and
 (c) the potential revenue effects of the change.
 (3) The Chancellor of the Exchequer must lay the report of this review before the House of Commons within six months of the passing of the Finance Act 2018.”

Schedule agreed to.

Clauses 19 to 23 agreed to.

Finance (No. 2) Bill, *continued*

Peter Dowd
Anneliese Dodds
Jeff Smith

Negatived on division 49

Schedule 7, page 96, line 22, at end insert—

“Review of operations

18A After section 259M, insert—

“259O Hybrid and other mismatches measures: review of operation

- (1) Within 12 months after the passing of the Finance Act 2018, the Chancellor of the Exchequer must review the operation of the measures in this Part.
- (2) The review under this section must consider—
 - (a) the impact of the measures on the use of hybrid transfer arrangements;
 - (b) the impact of the measures on the revenue effects of the use of hybrid transfer arrangements to reduce a person’s tax liability;
 - (c) possible alternative or additional measures to reduce the use of hybrid transfer arrangements to reduce a person’s tax liability;
 - (d) whether the measures constitute application of EU Directive 2016/1164 (“The Anti Tax Avoidance Directive”), including in what ways the measures do not constitute an application of that directive.
- (3) The Chancellor of the Exchequer must lay before the House of Commons the report of the review under this section as soon as practicable after its completion.””

Schedule agreed to.

Clause 24 agreed to.

Mel Stride

Schedule 8, page 100, line 24, at end insert “or held for distribution to owners” *Agreed to* 46

Mel Stride

Schedule 8, page 100, leave out lines 27 to 29 and insert “each of the following expressions has the meaning given by international accounting standards—
“held for distribution to owners”
“held for sale”
“subsidiary”.” *Agreed to* 47

Schedule, as amended, agreed to.

Finance (No. 2) Bill, *continued*

Clause 25 agreed to.

Peter Dowd
Anneliese Dodds
Jeff Smith

Withdrawn 48

Clause 26, page 18, line 35, at end insert—

- “(7A) Within 12 months of the passing of this Act, the Chancellor of the Exchequer must review the impact of the provisions of this section.
- (7B) A review under subsection (7A) must consider the revenue effects of freezing indexation allowance for gains chargeable to corporation tax.
- (7C) The Chancellor of the Exchequer must lay before the House of Commons the report of the review under subsection (7A) as soon as practicable after its completion.”

Clause agreed to.

Clauses 27 to 29 agreed to.

[Adjourned until Tuesday 16 January at 9.25am]