



House of Commons

Tuesday 14 May 2019

PUBLIC BILL COMMITTEE PROCEEDINGS

NATIONAL INSURANCE CONTRIBUTIONS (TERMINATION AWARDS AND SPORTING TESTIMONIALS) BILL

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Withdrawn after debate: moved and debated but then withdrawn, so not put to a decision.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

Robert Jenrick

Agreed to

That—

- (1) the Committee shall (in addition to its first meeting at 9.25 am on Tuesday 14 May) meet—
 - (a) at 2.00 pm on Tuesday 14 May;
 - (b) at 11.30 am and 2.00 pm on Thursday 16 May;
- (2) the Committee shall hear oral evidence in accordance with the following Table:

National Insurance Contributions (Termination Awards and Sporting Testimonials) Bill, *continued*

TABLE

<i>Date</i>	<i>Time</i>	<i>Witness</i>
Tuesday 14 May	Until no later than 10.25 am	HM Treasury
Tuesday 14 May	Until no later than 11.25 am	Office of Tax Simplification; Chartered Institute of Taxation

- (3) the proceedings shall (so far as not previously concluded) be brought to a conclusion at 5.00 pm on Thursday 16 May.

Robert Jenrick

To move, That, at this and any subsequent meeting at which oral evidence is to be heard, the Committee shall sit in private until the witnesses are admitted.

Agreed to

Robert Jenrick

To move, That, subject to the discretion of the Chair, any written evidence received by the Committee shall be reported to the House for publication.

Agreed to

The following witnesses gave oral evidence:

Robert Jenrick MP, Exchequer Secretary, HM Treasury.

Simon Smith, Senior Policy Adviser, HM Treasury.

Raj Nayyar OBE, HMRC Bill Manager and NICs Policy Adviser, HM Revenue and Customs.

Bill Dodwell, Tax Director, Office of Tax Simplification.

Colin Ben-Nathan, Chair of the Employment Taxes Sub-committee, Chartered Institute of Taxation.

Clause 1 agreed to.

Clause 2 agreed to.

Clause 3 agreed to.

Clause 4 agreed to.

National Insurance Contributions (Termination Awards and Sporting Testimonials) Bill, *continued*

Kirsty Blackman

Withdrawn after debate 1

Clause 5, page 5, line 39, at end insert—

- “(3A) No regulations may be made under subsection (3) until the Secretary of State has made a Statement to the House of Commons on how the Government intends to raise public awareness of the provisions of this Act, including awareness among people who may attend sporting testimonials that their donations may generate a National Insurance liability.”

John McDonnell
Peter Dowd
Anneliese Dodds
Jonathan Reynolds
Jeff Smith

Not called 2

Clause 5, page 5, line 39, at end insert—

- “(3A) No regulations may be made under subsection (3) to bring section 3 or 4 into force until the Secretary of State has made a Statement to the House of Commons on the expected effects of the provisions of this Act on donations to charities by the recipients of sporting testimonial payments.”

Clause agreed to.

Kirsty Blackman

Not called NC1

To move the following Clause—

“Report on the impact of Class 1A National Insurance Contributions on termination awards

- (1) The Secretary of State must, within 12 months of section 1 of this Act (termination awards: Great Britain) coming into force, lay before Parliament a report on the expected impact of the new Class 1A liability on termination awards in excess of £30,000.
 - (2) That report must contain an assessment of the expected impact on—
 - (a) the total net value of termination payments received by individuals;
 - (b) the average net value of such payments; and
 - (c) the number of business start-ups using termination payments as funding in their first year in each region of the United Kingdom.”
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National Insurance Contributions (Termination Awards and Sporting Testimonials) Bill, *continued*

Kirsty Blackman

Not called NC2

To move the following Clause—

“Report on the impact of Class 1A National Insurance Contributions on sporting testimonials

- (1) The Secretary of State must, within 12 months of section 3 of this Act (sporting testimonials: Great Britain) coming into force, lay before Parliament a report on the expected impact of the provisions of this Act on sporting testimonials.
 - (2) That report must contain an assessment of the expected impact on—
 - (a) the total amounts received by individuals from sporting testimonials; and
 - (b) donations made to charity from sporting testimonial proceeds.”
-

Kirsty Blackman

Withdrawn after debate NC3

To move the following Clause—

“Report on Exchequer impact

- (1) The Secretary of State must, within three years of this Act receiving Royal Assent, lay before Parliament a report on its Exchequer impact.
 - (2) That report must contain an assessment of the additional payments made to the Exchequer by third sector organisations in each industrial category.”
-

John McDonnell
Peter Dowd
Anneliese Dodds
Jonathan Reynolds
Jeff Smith

Not called NC4

To move the following Clause—

“Review of the impact of Class 1A National Insurance Contributions on termination awards

- (1) The Secretary of State must, within 12 months of section 1 of this Act (termination awards: Great Britain) coming into force, undertake a review of the impact of the new Class 1A liability on termination awards in excess of £30,000.
- (2) The review under section 1 must contain—
 - (a) an assessment of the impact the new Class 1A liability has on the level of termination payments workers receive;
 - (b) an assessment of the impact the new Class 1A liability has on employers;
 - (c) a distributional analysis of the new Class 1A liability; and
 - (d) anything else the Secretary of State considers appropriate.

National Insurance Contributions (Termination Awards and Sporting Testimonials) Bill, *continued*

- (3) The review under section 1 must be laid before both Houses of Parliament.”

John McDonnell
Peter Dowd
Anneliese Dodds
Jonathan Reynolds
Jeff Smith

Not called NC5

To move the following Clause—

“Review of the impact on different sportspeople

- (1) The Secretary of State must undertake a review of the impact of this Act on sporting testimonial payments made to—
- (a) footballers;
 - (b) cricketers;
 - (c) rugby league players;
 - (d) rugby union players; and
 - (e) other sportspeople.
- (2) The review under section 1 must be laid before both Houses of Parliament within 12 months of section 3 of this Act (sporting testimonials: Great Britain) coming into force.”

Bill to be reported.
