
Committee of the whole House: Thursday 18 April 2024

Finance (No. 2) Bill (Amendment Paper)

Clauses to be considered in Committee of the whole House: Clauses 1 to 4 (income tax charge and rates etc); Clauses 12 and 13 (corporation tax charge and rates etc); Clause 19 (energy security investment mechanism).

This document lists all amendments tabled to the Finance (No. 2) Bill. Any withdrawn amendments are listed at the end of the document. The amendments are arranged in the order in which it is expected they will be decided.

★ New amendments.

New Amendments: NC1 to NC3

*CLAUSES 1 TO 4; ANY NEW CLAUSES OR NEW SCHEDULES RELATING TO
THE SUBJECT MATTER OF THOSE CLAUSES (INCOME TAX CHARGE AND
RATES ETC)*

James Murray

Tulip Siddiq

NC1

★ To move the following Clause—

“Review of impact of section 2

- (1) The Chancellor of the Exchequer must, within three months of this Act being passed, publish a review of the expected impact of section 2 of this Act.
- (2) The review must include analysis setting out the number of individual taxpayers facing a marginal tax rate in the tax year 2024-25 of—
 - (a) the basic rate of 20%, and
 - (b) the higher rate of 40%.
- (3) For comparative purposes, the review must take account of—
 - (a) equivalent actual figures to those in subsection (2)(a) and (b) for the tax years 2021-22, 2022-23 and 2023-24, and

- (b) equivalent projected figures to those in subsection (2)(a) and (b) for the tax years 2025-26, 2026-27 and 2027-28.”

Member's explanatory statement

This new clause requires a review of how many people will be liable to pay income tax at 20% and 40%, and would compare figures for the current tax year with those for the three preceding and three subsequent tax years.

CLAUSES 12 AND 13; CLAUSE 19; ANY NEW CLAUSES OR NEW SCHEDULES RELATING TO THE SUBJECT MATTER OF THOSE CLAUSES (CORPORATION TAX CHARGE AND RATES ETC AND ENERGY SECURITY INVESTMENT MECHANISM)

James Murray

NC2

Tulip Siddiq

★ To move the following Clause—

“Review of impact of section 12

- (1) The Chancellor must, within three months of this Act being passed, conduct a review of the impact of section 12 of this Act.
- (2) The review must consider how the rate of corporation tax provided for by section 12 affects—
 - (a) investment decisions taken by businesses,
 - (b) the certainty of businesses about future fiscal and market conditions.
- (3) For comparative purposes, the review must include an assessment of how the factors in subsection (2)(a) and (b) would be affected by maintaining corporation tax at a rate no higher than that set out in section 12 until the end of the next parliament.”

Member's explanatory statement

This new clause requires the Chancellor to conduct a review of how the rate of corporation tax set by the Bill set out in clause 12 affects business investment and certainty, including what the effect would be of capping it at its current level for the next Parliament.

James Murray

NC3

Tulip Siddiq

★ To move the following Clause—

“Analysis of the impact of the energy security investment mechanism

- (1) The Chancellor of the Exchequer must, within three months of this Act being passed, publish an analysis of the possible impacts of the energy security investment mechanism on—

- (a) revenue from the energy profits levy, and
 - (b) investment decisions involving businesses liable to pay the energy profits levy.
- (2) The analysis under subsection (1) must consider how the impacts in (1)(a) and (1)(b) would be affected by amending the definition of a qualifying accounting period, as set out in section 1 of the Energy (Oil and Gas) Profits Levy Act 2022, to be one that ends before the end of the next Parliament.
- (3) In this section, the “energy security investment mechanism” means the mechanism introduced by section 17A of the Energy (Oil and Gas) Profits Levy Act 2022, as inserted by section 19 of this Act.”

Member's explanatory statement

This new clause seeks to establish the impact on revenue and investment decisions of the energy security investment mechanism being introduced, and how this impact would be affected in a scenario where end date for the energy profits levy was amended to be before the end of the next Parliament.

Order of the House

[17 April 2024]

That the following provisions shall apply to the Finance (No. 2) Bill:

Committal

1. The following shall be committed to a Committee of the whole House—
 - (a) Clauses 1 to 4 (income tax charge and rates etc);
 - (b) Clauses 12 and 13 (corporation tax charge and rates etc);
 - (c) Clause 19 (energy security investment mechanism).
2. The remainder of the Bill shall be committed to a Public Bill Committee.

Proceedings in Committee of the whole House

3. Proceedings in Committee of the whole House shall be completed in one day.
4. The proceedings—
 - (a) shall be taken on that day in the order shown in the first column of the following Table, and
 - (b) shall (so far as not previously concluded) be brought to a conclusion at the times specified in the second column of the Table.

Proceedings	Time for conclusion of proceedings
Clauses 1 to 4; any new Clauses or new Schedules relating to the subject matter of those Clauses (income tax charge and rates etc)	3 hours after the commencement of proceedings on the Bill.
Clauses 12 and 13; Clause 19; any new Clauses or new Schedules relating to the subject matter of those Clauses (corporation tax charge and rates etc and energy security investment mechanism)	6 hours after the commencement of proceedings on the Bill.

Proceedings in Public Bill Committee etc

5. Proceedings in the Public Bill Committee shall (so far as not previously concluded) be brought to a conclusion on 23 May 2024.
6. The Public Bill Committee shall have leave to sit twice on the first day on which it meets.
7. When the provisions of the Bill considered, respectively, by the Committee of the whole House and by the Public Bill Committee have been reported to the House, the Bill shall be proceeded with as if it had been reported as a whole to the House from the Public Bill Committee.

Proceedings on Consideration and Third Reading

8. Proceedings on Consideration shall (so far as not previously concluded) be brought to a conclusion one hour before the moment of interruption on the day on which those proceedings are commenced.
9. Proceedings on Third Reading shall (so far as not previously concluded) be brought to a conclusion at the moment of interruption on that day.

Programming committee

10. Standing Order No. 83B (Programming committees) shall not apply to proceedings in Committee of the whole House, to proceedings on Consideration or to proceedings on Third Reading.