

Amendment	Page	Line
SC 24	173	33

Dawn Primarolo

(Bristol South - Lab)

Amendment 24

Schedule 5, Page 173, line 33 [Vol I], leave out ‘that Chapter’ and insert ‘Chapter 3 of Part 3 of the Finance Act 2006’.

EXPLANATORY NOTE

SUMMARY

1. This amendment makes a minor change to the proposed amendments made by Schedule 5 of the Finance (No 2) Bill to Schedule 1 of the Films Act 1985.

DETAILS

2. As originally set out in the Bill, the new sub-paragraph (3)(c) to be inserted into Schedule 1 is incorrect, since it refers to “that Chapter” (i.e. Chapter 3 of Part 3 of Finance Act 2006). However Chapter 3 is not otherwise referred to in Schedule 1.
3. The amendment therefore substitutes a full reference to Chapter 3.

BACKGROUND NOTE

4. Chapter 3 of Part 3 of the Finance (No 2) Bill 2006 introduces a new film tax relief. One of the conditions for a film to be eligible for the relief is that it be a British film.
5. Part 2 of Schedule 5 of the Finance (No 2) Bill makes provisions concerning certification of films as British films for tax purposes. This certification is carried out by the Department for Culture,

**HM REVENUE AND CUSTOMS
RESOLUTIONS 22
PROCEDURE (FILM TAX
CREDITS)**

**FINANCE BILL 2006
COMMITTEE
SCHEDULE 5**

Amendment	Page	Line
SC 24	173	33

Media and Sport and is governed by Schedule 1 of the Films Act 1985.

6. Alongside the new relief, a new definition of “British film” has been introduced, and the certification procedure has been updated. Part 2 therefore makes a number of amendments Schedule 1 of the Films Act.