



Finance Act 2021

2021 CHAPTER 26

PART 1

INCOME TAX, CORPORATION TAX AND CAPITAL GAINS TAX

Coronavirus support payments etc

33 Deduction where business rates etc repaid

- (1) This section applies if—
 - (a) a person (“A”) carrying on a business would, but for a coronavirus support arrangement, have incurred a liability to pay a charge to a public authority,
 - (b) an expense incurred in discharging that liability would have been deductible in calculating the profits of the business for the purposes of income tax or corporation tax, and
 - (c) an amount in respect of some or all of that liability is paid to that or any other public authority.
- (2) In calculating the profits of the business of A for those purposes—
 - (a) a deduction is allowed for the amount paid, and
 - (b) that amount is treated as if it had been paid in the period in which the charge would have been due and payable.
- (3) No deduction is otherwise allowed for the amount paid in calculating the profits of the business of any person for those purposes (including where the amount was paid by a person other than A).
- (4) For the purposes of this section “coronavirus support arrangement” means an arrangement where—
 - (a) a liability in respect of non-domestic rates, or
 - (b) such other liability in respect of a charge payable to a public authority as may be specified in regulations made by the Treasury,

Changes to legislation: *There are currently no known outstanding effects for the Finance Act 2021, Section 33. (See end of Document for details)*

is waived, or reduced, for purposes connected with the provision of support to businesses in connection with coronavirus.

- (5) Regulations under subsection (4)(b) may have retrospective effect.
- (6) In this section “coronavirus” has the meaning it has in the Coronavirus Act 2020 (see section 1 of that Act).
- (7) This section has effect in relation to payments whether made before or after the passing of this Act.

Changes to legislation:

There are currently no known outstanding effects for the Finance Act 2021, Section 33.