



Finance Act 2021

2021 CHAPTER 26

PART 2

PLASTIC PACKAGING TAX

Miscellaneous

70 Adjustment of contracts

- (1) Subsection (2) applies where—
 - (a) a person (S) supplies a chargeable plastic packaging component that S has produced, or that was imported on behalf of S, to another person (P) under a contract,
 - (b) a payment falls to be made under the contract for the supply of the component, and
 - (c) after the making of the contract—
 - (i) plastic packaging tax becomes chargeable on the component, or
 - (ii) there is a change in the plastic packaging tax chargeable on the component.
- (2) Unless the contract otherwise provides, S may adjust the amount of the payment mentioned in subsection (1)(b) so as to reflect the tax chargeable on the component.
- (3) Subsection (4) applies where a person (S) supplies another person (P) with a chargeable plastic packaging component under a contract.
- (4) Unless the contract provides otherwise, S may adjust the contract so that if P subsequently converts the component into a different chargeable plastic packaging component, P must provide S with information about the conversion.
- (5) For the purposes of subsections (1) and (3), it is immaterial—
 - (a) when the contract was made;
 - (b) whether the contract also provides for other matters.

Status: Point in time view as at 01/08/2022.

Changes to legislation: There are currently no known outstanding effects for the Finance Act 2021, Section 70. (See end of Document for details)

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Modifications etc. (not altering text)

- C1** Pt. 2 modified (1.4.2022) by [The Plastic Packaging Tax \(Descriptions of Products\) Regulations 2021 \(S.I. 2021/1417\)](#), regs. 1, **3-5**
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Commencement Information

- I1** S. 70 in force at 10.12.2021 for specified purposes by [S.I. 2021/1409](#), **reg. 3**
- I2** S. 70 in force at 1.4.2022 in so far as not already in force by [S.I. 2021/1409](#), **reg. 4**

Status:

Point in time view as at 01/08/2022.

Changes to legislation:

There are currently no known outstanding effects for the Finance Act 2021, Section 70.