

State aid

The Additional Restrictions Grant is subject to the European Community State Aid rules.

Under State Aid rules grant payments under the scheme can be provided under existing De Minimis rules, provided doing so does not exceed the €200,000 limit over 3 years. If this threshold has been reached payments can still be made under the Covid-19 Temporary Framework for UK Authorities subject to €800,000 limit. The Euro equivalent of the Sterling aid amount is calculated using the Commission exchange rate applicable on the date the aid is first offered.

Applicants must complete the declaration within the application form.

Grants and tax implications

Grant income received by a business is taxable. The Additional Restrictions Grant will need to be included as income in the tax return of the business.

Only businesses which make an overall profit once grant income is included will be subject to tax.