



VALUE ADDED TAX ACT 1996

VALUE ADDED TAX (CONSIDERATION FOR FUEL PROVIDED FOR PRIVATE USE) ORDER 2005

Approved by Tynwald

17 May 2005

Coming into operation

1 May 2005

In exercise of the powers conferred on the Treasury by section 57(4) of the Value Added Tax Act 1996^(a), and of all other powers enabling it in that behalf, the following Order is hereby made:-

Citation and commencement

1. (1) This Order may be cited as the Value Added Tax (Consideration for Fuel Provided for Private Use) Order 2005 and comes into operation on 1st May 2005.

(2) It takes effect in relation to a taxable person from the beginning of his first prescribed accounting period beginning on or after 30th April 2005.

Amendment of the Value Added Tax Act 1996

2. For Table A in section 57 of the Value Added Tax Act 1996 substitute –

“TABLE A			
Description of vehicle (Type of engine and cylinder capacity in cubic centimetres)	12 month period £	3 month period £	1 month period £
Diesel engine – 2000 or less	945	236	78
Diesel engine – More than 2000	1200	300	100
Any other type of engine – 1400 or less	985	246	82
Any other type of engine – More than 1400 but not more than 2000	1245	311	103
Any other type of engine – More than 2000	1830	457	152

^(a) 1996 c.1.

Made this

23rd day of March

2005



Minister for the Treasury

EXPLANATORY NOTE

(This note is not part of the Order)

VAT is payable if road fuel of a business is used for private motoring. The VAT due must be calculated using flat-rate values related to engine type and size.

This Order amends the scales set out in Table A in section 57 of the Value Added Tax Act 1996. The changes made are intended to reflect changes in fuel prices since April 2004, and are analogous with changes made to United Kingdom law in the Budget of 16th March 2005.

The new rates apply to any prescribed accounting period starting on or after 1st May 2005.