



## VALUE ADDED TAX ACT 1996

### VALUE ADDED TAX (CONSIDERATION FOR FUEL PROVIDED FOR PRIVATE USE) ORDER 2011

*Laid before Tynwald*

17 May 2011

*Coming into operation*

1 May 2011

The Treasury makes this Order under section 57(4) and (4A) of the Value Added Tax Act 1996<sup>(1)</sup>.

**1 Title**

This Order is the Value Added Tax (Consideration for Fuel Provided for Private Use) Order 2011.

**2 Commencement**

This Order comes into operation on 1 May 2011 and has effect from the beginning of accounting periods beginning on or after that date.

**3 Amendment of section 57(3) of the Value Added Tax Act 1996**

In section 57(3) of the Value Added Tax Act 1996 (determination of consideration for fuel supplied for private use) for Table A<sup>(2)</sup> substitute—

**"Table A**

<i>Description of vehicle: vehicle's CO<sub>2</sub> emissions figure</i>	<i>12 month period £</i>	<i>3 month period £</i>	<i>1 month period £</i>
120 or less	630.00	157.00	52.00
125	945.00	236.00	78.00
130	1,010.00	252.00	84.00
135	1,070.00	268.00	89.00
140	1,135.00	283.00	94.00
145	1,200.00	299.00	99.00
150	1,260.00	315.00	105.00

<sup>(1)</sup> 1996 c.1

<sup>(2)</sup> The Table was last substituted by SD 212/10

155	1,325.00	331.00	110.00
160	1,385.00	346.00	115.00
165	1,450.00	362.00	120.00
170	1,515.00	378.00	126.00
175	1,575.00	394.00	131.00
180	1,640.00	409.00	136.00
185	1,705.00	425.00	141.00
190	1,765.00	441.00	147.00
195	1,830.00	457.00	152.00
200	1,890.00	472.00	157.00
205	1,995.00	488.00	162.00
210	2,020.00	504.00	168.00
215	2,080.00	520.00	173.00
220	2,145.00	536.00	178.00
225 or more	2,205.00	551.00	183.00

**4 Notes**

In the Notes to section 57(3) of the Value Added Tax Act 1996, in Note (6)(c)<sup>(3)</sup> for "230" substitute "225".

MADE

30<sup>th</sup> March 2011

*Jane Croxall*

Minister for the Treasury

<sup>(3)</sup> The Notes in section 57(3) were inserted by SD 290/07. Note 6(c) was amended by SD 212/10

## EXPLANATORY NOTE

*(This note is not part of the Order)*

This Order amends section 57 of the Value Added Tax Act 1996. References to sections 56 and 57 below are to sections 56 and 57 of that Act.

VAT is payable if road fuel of a business is used for private motoring. Section 56 provides that where the fuel of a business is provided for private use it is to be treated as a taxable supply for consideration. The value of that supply is determined in accordance with the provisions of section 57. Where a CO<sub>2</sub> emissions figure is available for the vehicle involved in private use, Table A in section 57 stipulates a flat rate value for the fuel determined by reference to that CO<sub>2</sub> emissions figure. Where no emissions value is available, note (6) in section 57(3) attributes a CO<sub>2</sub> emissions figure to the vehicle according to its cylinder capacity for the purpose of applying Table A.

This Order substitutes a new Table A and amends note (6)(c). The substituted Table A increases the flat rates and amends the highest category of CO<sub>2</sub> rating in the Table. Note (6)(c) is amended to reflect the change to the highest category of CO<sub>2</sub> rating in the Table. The new rates apply to prescribed accounting periods starting on or after 1 May 2011.