

2017-11-09

OBJECTS AND REASONS

This Bill would provide for the validation of certain excise tax levied and collected in respect of motor vehicles.

Arrangement of Sections

1. Short title
2. Validation

SCHEDULE

BARBADOS

A Bill entitled

An Act to provide for the validation of certain excise tax levied and collected in respect of motor vehicles.

ENACTED by the Parliament of Barbados as follows:

Short title

1. This Act may be cited as the *Excise Tax (Validation of Tax) (Motor Vehicles) Act, 2017*.

Validation

2. The excise tax levied and collected purportedly pursuant to the 2012 Financial Statement and Budgetary Proposals, in respect of motor vehicles having the tariff heading numbers and the descriptions set out in the *Schedule*, at the rates of tax set out therein, from the 27th day of June, 2012 to immediately before the commencement of the *Excise Tax (Amendment) (No.) Regulations, 2017* (S.I. 2017 No.) is deemed to have been validly and lawfully levied and collected.

SCHEDULE*(Section 2)*

| Tariff Heading No. | Description of Goods | Rate of Tax |
|--------------------|--|---|
| 87.03 | <p>Motor cars and other motor vehicles principally designed for the transport of persons (other than those of heading No. 87.02) including station wagons and racing cars</p> <p>(a) in the case of a vehicle that is powered by gasoline</p> <p>(i) where the engine capacity is not more than 1600cc and the chargeable value does not exceed \$55,000</p> <p>(ii) where the engine capacity is not more than 1600cc and the chargeable value exceeds \$55,000</p> <p>(iii) where the engine capacity is more than 1600cc and the chargeable value does not exceed \$55,000</p> <p>(iv) where the engine capacity is more than 1600cc but less than 1800cc and the chargeable value exceeds \$55,000</p> | <p></p> <p>46.95%</p> <p>64.35%</p> <p>76.34%</p> <p>93.73%</p> |

Second Schedule (Cont'd)

| Tariff Heading No. | Description of Goods | Rate of Tax |
|--------------------|---|-------------|
| | (v) where the engine capacity is 1800cc or more and the chargeable value exceeds \$55,000 | 120% |
| | (b) in the case of a vehicle that is powered by diesel | |
| | (i) where the engine capacity is not more than 2000cc and the chargeable value does not exceed \$55,000 | 46.95% |
| | (ii) where the engine capacity is not more than 2000cc and the chargeable value exceeds \$55,000 | 64.35% |
| | (iii) where the engine capacity is more than 2000cc and the chargeable value does not exceed \$55,000 | 76.34% |
| | (iv) where the engine capacity is more than 2000cc but less than 2500cc and the chargeable value exceeds \$55,000 | 93.73% |
| | (v) where the engine capacity is 2500cc or more and the chargeable value exceeds \$55,000 | 120% |

Second Schedule (Cont'd)

| Tariff Heading No. | Description of Goods | Rate of Tax |
|--------------------|---|---|
| | <p>(c) in the case of a hybrid vehicle, that is, a vehicle which is powered by either electricity and gasoline or by electricity and diesel</p> <p>(i) where the engine capacity does not exceed 1600cc</p> <p>(ii) where the engine capacity is more than 1600cc's but less than 1800cc</p> <p>(iii) where the engine capacity is 1800cc or more but less than 2000cc</p> <p>(iv) where the engine capacity is 2000cc or more</p> <p>(d) in the case of a vehicle that is powered by solar, liquefied petroleum gas or compressed natural gas</p> <p>(e) in the case of any motor vehicle that is manufactured in Barbados</p> | <p>20%</p> <p>35%</p> <p>46.95%</p> <p>120%</p> <p>20%</p> <p>9.31%</p> |

Second Schedule (Concl'd)

| Tariff Heading No. | Description of Goods | Rate of Tax |
|--------------------|--|---|
| 87.04 | Motor vehicles for the transport of goods: <ul style="list-style-type: none"> <li data-bbox="654 716 979 890">(i) where the gross vehicle weight does not exceed 5 tonnes and the chargeable value does not exceed \$55,000 <li data-bbox="654 919 979 1066">(ii) where the gross vehicle weight does not exceed 5 tonnes and the chargeable value exceeds \$55,000 <li data-bbox="654 1096 979 1178">(iii) where the gross vehicle weight exceeds 5 tonnes | <ul style="list-style-type: none"> <li data-bbox="1019 716 1105 743">62.77% <li data-bbox="1019 919 1105 947">80.16% <li data-bbox="1019 1096 1068 1123">10% |

Read three times and passed the House of Assembly this
day of _____, 2017.

Speaker

Read three times and passed the Senate this _____ day of
, 2017.

President