

## Spring Budget 2017 – HMRC Policy Paper: increase in Vehicle Excise Duty rates

The changes to Vehicle Excise Duty (VED) rates to take effect from 1 April 2017 are set out in the tables below: The VED is graduated based on the vehicles' CO2 emissions. See [HMRC Policy Paper](#) and its [Annex A](#).

### VED bands and rates for cars first registered on or after 1 April 2017

Tax year 2017 to 2018

CO2 emissions (g/km)	Standard rate <sup>33</sup>	First year rate
0	£0	£0
1-50	£140	£10
51-75	£140	£25
76-90	£140	£100
91-100	£140	£120
101-110	£140	£140
111-130	£140	£160
131-150	£140	£200
151-170	£140	£500
171-190	£140	£800
191-225	£140	£1200
226-255	£140	£1700
Over 255	£140	£2000

### VED bands and rates for cars registered on or after 1 March 2001 but before 1 April 2017

VED band	CO2 emissions (g/km)	2016 to 2017 Standard rate	2016 to 2017 First year rate	2017 to 2018 Standard rate	2017 to 2018 First year rate <sup>32</sup>
A	Up to 100	£0	£0	£0	N/A
B	101-110	£20	£0	£20	N/A
C	111-120	£30	£0	£30	N/A
D	121-130	£110	£0	£115	N/A
E	131-140	£130	£130	£135	N/A
F	141-150	£145	£145	£150	N/A
G	151-165	£185	£185	£190	N/A
H	166-175	£210	£300	£220	N/A
I	176-185	£230	£355	£240	N/A
J	186-200	£270	£500	£280	N/A
<a href="#">K<sup>40</sup></a>	201-225	£295	£650	£305	N/A
L	226-255	£500	£885	£520	N/A
M	Over 255	£515	£1,120	£535	N/A

**VED bands and rates for cars and vans registered before 1 March 2001**

Engine size	2016 to 2017	2017 to 2018
1549cc and below	£145	£150
Above 1549cc	£235	£245

These rates reflect the established policy of RPI increase to VED rates.