

Mainstream media catch up with V8BB!

In a V8BB posting this morning Chris Hunt Cooke notes "The mainstream media catch up with the V8BB. We discussed here on 6th April the proposed increase in the higher rates of VED from 2009, with an element of backdating for vehicles registered from 2001 to 2006. The main story in The Times today is on just that point".

Extracts from the Financial Statement and Budget Report containing the "Budget Policy Decisions"

Vehicle Excise Duty (VED) **A.97** With effect from 1 April 2009, and as set out in Table 8a, VED for cars, registered on or after 1 March 2001, will be reformed to include six new bands. From 1 April 2010, a new first year VED rate will be introduced. With effect from 1 April 2009, and as set out in Table 8b, the lower rate of VED for cars and light goods vehicles registered before 2001 is frozen and the higher rate will rise by £15. With effect from 1 April 2009, the VED rate for light goods vehicles registered after 2001 will rise by £15. With effect from 1 April 2010, the VED rate for cars and light goods vehicles registered before 2001 will be increased in line with indexation. (35)

Table A.8a: VED bands and rates for cars registered after 1 March 2001 (graduated VED)

VED band	CO ₂ emissions (g/km)	2008-09 ¹ standard rate	CO ₂ emissions (g/km)	2009-10 standard rate	2010-11 first year rate	2010-11 standard rate ⁴
A	Up to 100	0	Up to 100	0	0	0
B	101 – 120	3.5	101 – 110	20	0	20
C	121 – 150	120	111 – 120	30	0	3.5
D	151 – 165	14.5	121 – 130	90	0	9.5
E	166 – 185	170	131 – 140	110	11.5	11.5
F	Over 186 ²	210	141 – 150	120	12.5	12.5
G	Over 226 ³	400	151 – 160	150	15.5	15.5
H			161 – 170	17.5	290	180
I			171 – 180	20.5	300	210
J			181 – 200	260	42.5	270
K			201 – 22.5	300	590	310
L			226 – 2.55	41.5	790	430
M			Over 2.55	440	990	455

¹ 2008-09 rates take effect from 13 March 2008.

² Cars registered before 23 March 2006.

³ Cars registered on or after 23 March 2006.

⁴ Alternative fuel car discount: 2009-10 £20 bands A-L, £15 bands J/M; 2010-11 £10 all cars

For the full update report on the stealth graduated VED proposals, go to the V8 website at:
<http://www.v8register.net/subpages/budget2008update300408.htm>