

---

## **1 Taxable benefits: car's CO<sub>2</sub> emissions figure determined using WLTP values**

- (1) ITEPA 2003 is amended as follows.
- (2) In section 136 (car with a CO<sub>2</sub> emissions figure: post-September 1999 registration) –
  - (a) in subsection (2A) –
    - (i) after “figure” insert “in a case where the car is first registered before 6 April 2020”,
    - (ii) for “light-duty” substitute “light”, and
    - (iii) for “an EC certificate of conformity” substitute “the EC certificate of conformity or UK approval certificate”, and
  - (b) after subsection (2A) insert –

“(2B) For the purpose of determining the car's CO<sub>2</sub> emissions figure in a case where the car is first registered on or after 6 April 2020, ignore any values specified in the EC certificate of conformity or UK approval certificate that are not WLTP (worldwide harmonised light vehicle test procedures) values.”
- (3) In section 137 (car with a CO<sub>2</sub> emissions figure: bi-fuel cars) –
  - (a) in subsection (2A) –
    - (i) after “figure” insert “in a case where the car is first registered before 6 April 2020”,
    - (ii) for “light-duty” substitute “light”, and
    - (iii) for “an EC certificate of conformity” substitute “the EC certificate of conformity or UK approval certificate”, and
  - (b) after subsection (2A) insert –

“(2B) For the purpose of determining the car's CO<sub>2</sub> emissions figure in a case where the car is first registered on or after 6 April 2020, ignore any values specified in the EC certificate of conformity or UK approval certificate that are not WLTP (worldwide harmonised light vehicle test procedures) values.”
- (4) The amendments made by this section have effect for the tax year 2020-21 and subsequent tax years.

## **2 Appropriate percentage for car with CO<sub>2</sub> emissions figure: tax year 2020-21**

- (1) Section 139 of ITEPA 2003 (car with a CO<sub>2</sub> emissions figure: the appropriate percentage) is amended in accordance with subsections (2) and (3).
- (2) For subsection (1) to (6) substitute –

“(1) The appropriate percentage for a year for a car with a CO<sub>2</sub> emissions figure of less than 75 is determined in accordance with the following table.

<i>Car</i>	<i>Appropriate percentage</i>
Car with CO <sub>2</sub> emissions figure of 0	0%
Car with CO <sub>2</sub> emissions figure of 1 - 50	
Car with electric range figure of 130 or more	2%
Car with electric range figure of 70 - 129	5%
Car with electric range figure of 40 - 69	8%
Car with electric range figure of 30 - 39	12%
Car with electric range figure of less than 30	14%
Car with CO <sub>2</sub> emissions figure of 51 - 54	15%
Car with CO <sub>2</sub> emissions figure of 55 - 59	16%
Car with CO <sub>2</sub> emissions figure of 60 - 64	17%
Car with CO <sub>2</sub> emissions figure of 65 - 69	18%
Car with CO <sub>2</sub> emissions figure of 70 - 74	19%

- (2) For the purposes of subsection (1) and the table, if a CO<sub>2</sub> emissions figure or an electric range figure is not a whole number, round it down to the nearest whole number.
- (3) The appropriate percentage for a year for a car with a CO<sub>2</sub> emissions figure of 75 or more is whichever is the lesser –
- (a) 20% plus one percentage point for each 5 grams per kilometre driven by which the CO<sub>2</sub> emissions figure exceeds 75, and
  - (b) 37%.
- (4) For the purposes of subsection (3), if a CO<sub>2</sub> emissions figure is not a multiple of 5, round it down to the nearest multiple of 5.
- (5) In this section, an “electric range figure” is the number of miles which is the equivalent of the number of kilometres specified in an EC certificate of conformity, an EC type-approval certificate or a UK approval certificate on the basis of which a car is registered, as being the maximum distance for which the car can be driven in electric mode without recharging the battery.”
- (3) In subsection (7) before paragraph (a) insert –  
“(za) section 139A (recently registered cars),”.
- (4) After section 139 of ITEPA 2003 insert –
- “139A Section 139: recently registered car with CO<sub>2</sub> emissions figure**
- In its application in relation to a car that is first registered on or after 6 April 2020, section 139 has effect as if –
- (a) for the table in subsection (1) there were substituted –

<i>Car</i>	<i>Appropriate percentage</i>
Car with CO <sub>2</sub> emissions figure of 0	0%
Car with CO <sub>2</sub> emissions figure of 1 - 50	
Car with electric range figure of 130 or more	0%
Car with electric range figure of 70 - 129	3%
Car with electric range figure of 40 - 69	6%
Car with electric range figure of 30 - 39	10%
Car with electric range figure of less than 30	12%
Car with CO <sub>2</sub> emissions figure of 51 - 54	13%
Car with CO <sub>2</sub> emissions figure of 55 - 59	14%
Car with CO <sub>2</sub> emissions figure of 60 - 64	15%
Car with CO <sub>2</sub> emissions figure of 65 - 69	16%
Car with CO <sub>2</sub> emissions figure of 70 - 74	17%

(b) in subsection (3)(a) for “20%” there were substituted “18%”.

(5) The amendments made by this section have effect for the tax year 2020-21.

### 3 Appropriate percentage for car with CO<sub>2</sub> emissions figure: tax year 2021-22

(1) Section 139 of ITEPA 2003 (car with a CO<sub>2</sub> emissions figure: the appropriate percentage) is amended in accordance with subsections (2) and (3).

(2) For subsection (1) to (6) substitute—

“(1) The appropriate percentage for a year for a car with a CO<sub>2</sub> emissions figure of less than 75 is determined in accordance with the following table.

<i>Car</i>	<i>Appropriate percentage</i>
Car with CO <sub>2</sub> emissions figure of 0	1%
Car with CO <sub>2</sub> emissions figure of 1 - 50	
Car with electric range figure of 130 or more	2%
Car with electric range figure of 70 - 129	5%
Car with electric range figure of 40 - 69	8%
Car with electric range figure of 30 - 39	12%

<i>Car</i>	<i>Appropriate percentage</i>
Car with electric range figure of less than 30	14%
Car with CO <sub>2</sub> emissions figure of 51 - 54	15%
Car with CO <sub>2</sub> emissions figure of 55 - 59	16%
Car with CO <sub>2</sub> emissions figure of 60 - 64	17%
Car with CO <sub>2</sub> emissions figure of 65 - 69	18%
Car with CO <sub>2</sub> emissions figure of 70 - 74	19%

- (2) For the purposes of subsection (1) and the table, if a CO<sub>2</sub> emissions figure or an electric range figure is not a whole number, round it down to the nearest whole number.
- (3) The appropriate percentage for a year for a car with a CO<sub>2</sub> emissions figure of 75 or more is whichever is the lesser –
- (a) 20% plus one percentage point for each 5 grams per kilometre driven by which the CO<sub>2</sub> emissions figure exceeds 75, and
  - (b) 37%.
- (4) For the purposes of subsection (3), if a CO<sub>2</sub> emissions figure is not a multiple of 5, round it down to the nearest multiple of 5.
- (5) In this section, an “electric range figure” is the number of miles which is the equivalent of the number of kilometres specified in an EC certificate of conformity, an EC type-approval certificate or a UK approval certificate on the basis of which a car is registered, as being the maximum distance for which the car can be driven in electric mode without recharging the battery.”
- (3) In subsection (7) before paragraph (a) insert –  
“(za) section 139A (recently registered cars),”.
- (4) After section 139 of ITEPA 2003 insert –

**“139A Section 139: recently registered car with CO<sub>2</sub> emissions figure**

In its application in relation to a car that is first registered on or after 6 April 2020, section 139 has effect as if –

- (a) for the table in subsection (1) there were substituted –

<i>Car</i>	<i>Appropriate percentage</i>
Car with CO <sub>2</sub> emissions figure of 0	1%
Car with CO <sub>2</sub> emissions figure of 1 - 50	
Car with electric range figure of 130 or more	1%
Car with electric range figure of 70 - 129	4%

<i>Car</i>	<i>Appropriate percentage</i>
Car with electric range figure of 40 - 69	7%
Car with electric range figure of 30 - 39	11%
Car with electric range figure of less than 30	13%
Car with CO <sub>2</sub> emissions figure of 51 - 54	14%
Car with CO <sub>2</sub> emissions figure of 55 - 59	15%
Car with CO <sub>2</sub> emissions figure of 60 - 64	16%
Car with CO <sub>2</sub> emissions figure of 65 - 69	17%
Car with CO <sub>2</sub> emissions figure of 70 - 74	18%

(b) in subsection (3)(a) for “20%” there were substituted “19%”.

(5) The amendments made by this section have effect for the tax year 2021-22.

#### **4 Appropriate percentage for car with CO<sub>2</sub> emissions figure: later tax years**

(1) Section 2 of F(No.2)A 2017 (appropriate percentage for ultra-low emission vehicles) is amended as follows.

(2) After subsection (5) insert –

“(5A) The amendment made by subsection (2) has effect for the tax year 2022-2023 and subsequent tax years.”

(3) In subsection (6) before “amendments” insert “other”.