

Senate Standing Committee on Economics

ANSWERS TO QUESTIONS ON NOTICE

Treasury Portfolio

Budget Estimates 3-5 June 2008

Question: bet 46

Topic: Luxury Car Tax Revenue

Hansard Page: E92

Senator Abetz asked:

Senator ABETZ—What I am interested in—possibly if you could take this on notice—is what percentage of all luxury car tax revenue is raised on vehicles priced over \$70,000, on vehicles priced over \$100,000 and over \$120,000. What would be the impact on revenue from leaving the luxury car tax at 25 per cent up to, let's say, \$100,000 motor vehicles but applying the proposed rate of 33 per cent only on vehicles over \$100,000; if you could take that on notice?

Mr Ray—We are happy to take it on notice.

Senator ABETZ—Thank you.

Answer:

LCT revenue paid by business is captured as a single label on the Business Activity Statement and therefore it is not broken down by value of cars sold. As a result, Treasury does not have information on the revenue raised on motor vehicles by price range.