

JOINT NEGOTIATING COUNCIL FOR THE EDUCATION AND LIBRARY BOARDS

20 September 2010

**To:- Chief Executives
Council Members
MSO/TUSO**

Joint Negotiating Council Circular No. 187 Car Allowances - Change to VAT w.e.f. 4 January 2011

The Joint Secretaries of the Joint Negotiating Council have noted the announcement by the Chancellor of the Exchequer that VAT is to be increased from 17.5% to 20% with effect from 4 January 2011.

The amount of VAT per mile in the petrol element has been amended and the new figures, applicable to current NJC mileage rates until 31 March 2011, are shown below, underlined in bold. The rates which had been agreed w.e.f. 1 April 2010 remain unchanged.

Essential Users	451 - 999cc	1000 - 1199cc	1200 - 1450cc
Lump sum per annum	£846	£963	£1,239
Per mile first 8,500	36.9p	40.9p	50.5p
Per mile after 8,500	13.7p	14.4p	16.4p
Petrol element	09.406p	10.366p	11.288p
Amount of VAT per mile in petrol element	<u>01.567</u>	<u>01.727p</u>	<u>01.881p</u>
Casual Users			
Per mile first 8,500	46.9p	52.2p	65.0p
Per mile after 8,500	13.7p	14.4p	16.4p
Petrol element	09.406p	10.366p	11.288p
Amount of VAT per mile in petrol element	<u>01.567p</u>	<u>01.727p</u>	<u>01.881p</u>

These allowances are based on a price of 111.74p per litre (507.95 per gallon) for unleaded petrol.



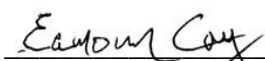
**Management Side Secretary
J Curran**



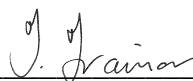
**Trade Union Side Secretary
A Millar**



**Trade Union Side Secretary
L Kerr**



**Trade Union Side Secretary
E Coy**



**Trade Union Side Secretary
T Trainor**

To: Chief Executives in England, Wales and N Ireland
(additional copies for HR Director and Finance Director)
Members of the National Employers' Organisation
Regional Directors
Secretaries of the Local Government Associations

14 July 2010

Dear Chief Executive,

**NJC CAR ALLOWANCES 2010/11
CHANGE TO VAT: 4 JANUARY 2011**

The Chancellor of the Exchequer announced in the Budget that VAT is to be increased from 17.5% to 20% with effect from 4 January 2011.

As a result, the amount of VAT per mile in the petrol element of the NJC Car Allowances will change. The new figures – applicable to the current NJC mileage rates until 31 March 2011 - are shown below, underlined in bold type.

	<u>451 - 999cc</u>	<u>1000 - 1199cc</u>	<u>1200 - 1450cc</u>
<u>Essential Users</u>			
Lump sum per annum	£846	£963	£1,239
per mile first 8,500	36.9p	40.9p	50.5p
per mile after 8,500	13.7p	14.4p	16.4p
Petrol Element	9.406p	10.366p	11.288p
Amount of VAT per mile in petrol element	<u>1.567p</u>	<u>1.727p</u>	<u>1.881p</u>
<u>Casual Users</u>			
per mile first 8,500	46.9p	52.2p	65.0p
per mile after 8,500	13.7p	14.4p	16.4p
Petrol Element	9.406p	10.366p	11.288p
Amount of VAT per mile in petrol element	<u>1.567p</u>	<u>1.727p</u>	<u>1.881p</u>

Yours sincerely,



Sarah Messenger
Employers' Secretary