

## Note for Payroll Software Developers (No8)

### CAR FUEL BENEFIT FOR 2002-2003

A Treasury Order was laid today that sets out the value of the benefit of free fuel for use in a company car for 2002-2003 for tax and NICs purposes.

The scale charges of taxable benefit for fuel provided for private motoring in company cars are

Cars having a recognised cylinder capacity	Petrol	Diesel
	£	£
1400cc or less	2240	2850
1401cc to 2000cc	2850	2850
More than 2000cc	4200	4200
Cars not having a recognised cylinder capacity	£4200	

This completes the Chancellor's 5 year programme of increases to fuel scale charges of 20% above pump price movements as announced in the March 1998 Budget.

The Government has recently consulted on a possible new structure for the fuel scale charge from April 2003.