

# ESTIMATES COMMITTEE

## Question Taken on Notice

**Question Number:** 1.10

**Output Number:** 19.1

**Date:** 11/06/2024

**From:** Mr Bill Yan

**To:** Hon Eva Lawler

**Portfolio:** Treasurer

**Agency:** Treasury and Finance

**Subject:** Motor Vehicle Tax

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### QUESTION:

How much additional motor vehicle tax will be attributed to growth in motor vehicle registration? How many registered vehicles have been used in this calculation?

### ANSWER:

Registration charges for light vehicles vary based on the 'engine size band' a vehicle falls into, vehicle type, and length of renewal period. Specific vehicle numbers and types are not used when forecasting motor vehicle tax due, as the composition of registered vehicles and registration period lengths is assumed not to vary significantly year-to-year. Light vehicle registration fee revenue is forecast based on normalised revenue adjusted for changes in population growth and registration fee changes.

The 2024-25 forecast revenue for light vehicles is anticipated to be \$3.4 million higher than 2023-24. The increase includes an adjustment to trend level (\$1.2 million), \$1.8 million arising from revenue unit changes and population growth (\$0.4 million).

No growth in heavy vehicle registrations was assumed for 2024-25.