
Changes to legislation: Vehicle Excise and Registration Act 1994, Cross Heading: Trade licences is up to date with all changes known to be in force on or before 24 April 2024. There are changes that may be brought into force at a future date. Changes that have been made appear in the content and are referenced with annotations. (See end of Document for details) View outstanding changes

SCHEDULES

SCHEDULE 4

TRANSITIONALS ETC

Trade licences

- 8 (1) On and after such day as the Secretary of State may by order appoint this Act shall have effect as if for section 13 there were substituted—

“13 Trade licences: duration and amount of duty.

- (1) A trade licence may be taken out—
- for a period of twelve months, or
 - for a period of six months.
- (2) A trade licence taken out by a person who is not a motor trader or vehicle tester (having satisfied the Secretary of State as mentioned in section 11(1)(b)) may be taken out only for a period of six months.
- (3) The Secretary of State may require that a trade licence taken out by a motor trader or vehicle tester who does not hold an existing trade licence may be taken out only for a period of six months.
- (4) The rate of duty applicable to a trade licence taken out for a period of twelve months [^{F1} (“the applicable annual rate”)] is—
- the annual rate currently applicable to a vehicle under sub-paragraph [^{F2}(1)(d)] of paragraph 2 of Schedule 1 if the licence is to be used only for vehicles to which that paragraph applies, and
 - otherwise, the [^{F3}basic goods vehicle rate currently applicable].
- [^{F4}(4A) Where a trade licence is taken out for a period of 12 months and the duty is to be paid by more than one instalment pursuant to an agreement under section 19B, the rate of duty is 105% of the applicable annual rate.]
- [^{F5}(5) The rate of duty applicable to a trade licence taken out for a period of 6 months is—
- 55% of the applicable annual rate for a corresponding trade licence taken out for 12 months, or
 - if the duty is to be paid by direct debit pursuant to an agreement under section 19B, 52.5% of that applicable annual rate.]
- (6) In determining a rate of duty under [^{F6}subsection (4A) or (5)] any fraction of five pence—
- if it exceeds two and a half pence, shall be treated as five pence, and
 - otherwise, shall be disregarded.

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[^{F7}(7) In this section “the basic goods vehicle rate” means the annual rate applicable, by virtue of sub-paragraph (1) of paragraph 9 of Schedule 1, to a rigid goods vehicle which—

^{F8}(a)

(b) falls within column (3) of the table in that sub-paragraph and has a revenue weight exceeding 3,500 kilograms and not exceeding 7,500 kilograms.”]

(2) An order under sub-paragraph (1) may appoint different days for different cases.

(3) A licence in force when such an order substitutes for section 13 the provisions set out in sub-paragraph (1) is not affected by that substitution.

[^{F9}(4) In cases in which the provisions set out in sub-paragraph (1) have effect, sections 35A(8) and 36(7) are to be read as referring to section 13(4A) instead of section 13(3A).]

Textual Amendments

- F1** Words in Sch. 4 para. 8(1) inserted (1.10.2014) by [Finance Act 2014 \(c. 26\), s. 89\(4\)\(a\)\(10\)](#)
- F2** Words in s. 13(4)(a) as set out in Sch. 4 para. 8 substituted (24.7.2002 with application as mentioned in [s. 18\(3\)](#) of the amending Act) by virtue of [Finance Act 2002 \(c. 23\), s. 18\(2\)](#)
- F3** Words in s. 13(4)(b) as set out in Sch. 4 para. 8(1) substituted (7.4.2005 with effect as mentioned in [s. 7\(14\)](#) of the amending Act) by [Finance Act 2005 \(c. 7\), s. 7\(4\)](#)
- F4** Words in Sch. 4 para. 8(1) inserted (1.10.2014) by [Finance Act 2014 \(c. 26\), s. 89\(4\)\(b\)\(10\)](#)
- F5** Words in Sch. 4 para. 8(1) substituted (1.10.2014) by [Finance Act 2014 \(c. 26\), s. 89\(4\)\(c\)\(10\)](#)
- F6** Words in Sch. 4 para. 8(1) substituted (1.10.2014) by [Finance Act 2014 \(c. 26\), s. 89\(4\)\(d\)\(10\)](#)
- F7** S. 13(7) as set out in Sch. 4 para. 8(1) inserted (7.4.2005 with effect as mentioned in [s. 7\(14\)\(16\)](#) of the amending Act) by [Finance Act 2005 \(c. 7\), s. 7\(5\)](#)
- F8** Words in Sch. 4 para. 8(1) omitted (with effect in accordance with Sch. 18 paras. 12-14, 16 of the amending Act) by virtue of [Finance Act 2014 \(c. 26\), Sch. 18 para. 10\(b\)](#)
- F9** Sch. 4 para. 8(4) inserted (1.10.2014) by [Finance Act 2014 \(c. 26\), s. 89\(9\)\(10\)](#)

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Changes and effects yet to be applied to the whole Act associated Parts and Chapters:

Whole provisions yet to be inserted into this Act (including any effects on those provisions):

- s. 7(1A) inserted by [2006 c. 49 s. 47\(2\)](#)
- s. 7(5)(za) inserted by [2006 c. 49 s. 47\(3\)](#)
- s. 22(1)(aa) inserted by [2006 c. 49 s. 47\(6\)](#)
- s. 22(1AA) inserted by [2006 c. 49 s. 47\(9\)](#)
- s. 22(1BA) inserted by [2006 c. 49 s. 47\(10\)](#)
- Sch. 1 para. 1N inserted by [2023 c. 1 s. 10\(5\)\(e\)\(7\)](#)
- Sch. 2 para. 20G(2)(za)-(zc) inserted by [2023 c. 1 s. 10\(2\)\(a\)\(i\)\(7\)](#)