

EXPLANATORY MEMORANDUM TO
THE EXCISE GOODS (HOLDING, MOVEMENT AND DUTY POINT)
(AMENDMENT) REGULATIONS 2013

2013 No. 3210

1. This explanatory memorandum has been prepared by the Commissioners for Her Majesty's Revenue and Customs and is laid before Parliament by Command of Her Majesty.

This memorandum contains information for the Joint Committee on Statutory Instruments.

2. **Purpose of the instrument**

This Statutory Instrument updates the territorial scope of the UK excise duty legislation with effect from 1st January 2014.

3. **Matters of special interest to the Joint Committee on Statutory Instruments**

It is regretted that this instrument is in breach of the rule requiring the laying of an instrument at least 21 days before its provisions take effect. It was not possible to make the Statutory Instrument until the amendment to the European legislation was adopted on 17th December 2013. It is necessary for the amendments to the regulations to take effect on 1st January 2014 in order to fully comply with the UK's European obligations.

4. **Legislative Context**

4.1 This instrument updates regulation 3 of the Excise Goods (Holding, Movement and Duty Point) Regulations 2010 S.I. 2010/593 (the "Excise Regulations") adding the territories of Mayotte and Saint-Martin to those treated as excluded from the territory of the Member States. Together with The Value Added Tax (Amendment) (No. 3) Regulations 2013 S.I. 2013/3211 making amendments to the Value Added Tax Regulations 1995 S.I. 1995/2518 this instrument makes necessary consequential amendments to the Excise Regulations following the amendments to Article 5 of Council Directive 2008/118/EC (OJ No L 9, 14.1.09, p12) arising from Council Directive 2013/61/EU (OJ No L 353, 28.12.2013, p. 5).

- 4.2 The resources required to prepare a transposition note in relation to the minor amendments made by this instrument implementing the Council Directive adopted on 17th December 2013 as regards the French outermost regions and Mayotte in particular are disproportionate to the potential benefit to the reader and so a transposition note has not been prepared for this directive.

5. Territorial Extent and Application

This instrument applies to all of the United Kingdom.

6. European Convention on Human Rights

As the instrument is subject to negative resolution procedure and does not amend primary legislation, no statement is required.

7. Policy background

- What is being done and why

7.1 This instrument updates the territorial scope of UK excise duty legislation following the amendments made in European law to the territorial scope of the Council Directive 2008/118/EC in relation to the French overseas territories with effect from 1st January 2014.

- Consolidation

7.2 There are no projects currently on hand to consolidate the Principal Regulations.

8. Consultation outcome

These changes have not been consulted upon because they only make a minor amendment which is expected to have no economic impact. These changes are required to be implemented as a result of the UK's European obligations.

9. Guidance

There is no guidance which requires updating to reflect these changes.

10. Impact

10.1 There is no economic impact on business, charities or voluntary bodies.

10.2 There is no economic impact on the public sector.

10.3 A Tax Information and Impact Note has not been prepared for this instrument as it contains no substantive changes to tax policy.

11. Regulating small business

11.1 The legislation applies to small business.

11.2 The changes will have no specific impact on small businesses.

12. Monitoring & review

The impact of the changes will not be monitored or reviewed as the changes are not expected to have any economic impact.

13. Contact

Chris Mountford at Her Majesty's Revenue and Customs Tel: 03000 588074 or email: Chris.Mountford@hmrc.gsi.gov.uk can answer any queries regarding the instrument.