

EXAMPLE OF TIERED ARF COMPUTATION

The ARF payable under the new and old ARF tax structure (before utilisation of rebates from Vehicular Emissions Scheme, or EV Early Adoption Incentive, etc. if applicable) for a car with an OMV of \$100,000 is computed as follows:

New ARF Tax Structure:

Vehicle OMV	ARF Rate	ARF Payable
First \$20,000	100% of OMV	100% x \$20,000 = \$20,000
Next \$30,000 (i.e. \$20,001 to \$50,000)	140% of OMV	140% x \$30,000 = \$42,000
Next \$30,000 (i.e. \$50,001 to \$80,000)	180% of OMV	180% x \$30,000 = \$54,000
Above \$80,000 (i.e. \$80,001 and above)	220% of OMV	220% x \$20,000 = \$44,000

Total ARF payable is \$20,000 + \$42,000 + \$54,000 + \$44,000 = \$160,000

Old ARF Tax Structure:

Vehicle OMV	ARF Rate	ARF Payable
First \$20,000	100% of OMV	100% x \$20,000 = \$20,000
Next \$30,000 (i.e. \$20,001 to \$50,000)	140% of OMV	140% x \$30,000 = \$42,000
Above \$50,000 (i.e. \$50,001 and above)	180% of OMV	180% x \$50,000 = \$90,000

Total ARF payable is \$20,000 + \$42,000 + \$90,000 = \$152,000