

EXAMPLE OF APPLICATION OF PARF REBATE CAP

PARF rebate is calculated at a percentage of the ARF paid and tiered based on the age of vehicle at deregistration.

Revised PARF Rebate Structure:

Age of vehicle at deregistration	New PARF rebate amount
Not more than 5 years	75% of ARF paid or \$60,000 (whichever is lower)
Above 5 but not more than 6 years	70% of ARF paid or \$60,000 (whichever is lower)
Above 6 but not more than 7 years	65% of ARF paid or \$60,000 (whichever is lower)
Above 7 but not more than 8 years	60% of ARF paid or \$60,000 (whichever is lower)
Above 8 but not more than 9 years	55% of ARF paid or \$60,000 (whichever is lower)
Above 9 but not more than 10 years	50% of ARF paid or \$60,000 (whichever is lower)
More than 10 years	Nil

For a car with an OMV of \$100,000, the ARF paid is \$200,000 under the revised ARF structure. Assuming the car is deregistered between 9 and 10 years old:

[Existing] Without PARF Rebate Cap:

PARF rebate = 50% * 200,000 = \$100,000

[Revised] With PARF Rebate Cap:

PARF rebate = \$60,000