

National Employers for Local Government Services

To: Chief Executives in England, Wales & N Ireland
(with copies enclosed for HR Director and Finance Director)
Members of the National Employers' Organisation
Provincial Employers' Secretaries
Local Authority Associations' Secretaries

17 April 2007

Dear Chief Executive

VAT & PETROL ELEMENT WITHIN THE NJC CAR ALLOWANCES 2007/08

Enclosed with this letter is NJC Circular 1/07 detailing the NJC Car Allowances effective from **1 April 2007**. As in previous years, in response to requests from authorities, the figures below also show the amounts of petrol element and VAT applicable to each Group.

	<u>451 - 999cc</u>	<u>1000 - 1199cc</u>	<u>1200 - 1450cc</u>
<u>Essential Users</u>			
Lump sum per annum	£726	£819	£1,056
per mile first 8,500	32.0p	34.6p	43.4p
per mile after 8,500	12.1p	12.1p	14.4p
Petrol Element	8.188p	8.358p	9.330p
Amount of VAT per mile in petrol element	1.219p	1.244p	1.389p
<u>Casual Users</u>			
per mile first 8,500	40.5p	44.2p	55.8p
per mile after 8,500	12.1p	12.1p	14.4p
Petrol Element	8.188p	8.358p	9.330p
Amount of VAT per mile in petrol element	1.219p	1.244p	1.389p

Yours sincerely,

Sarah Messenger
Employers' Secretary