

Jacobsens: Customs Watch



Tariff Amendments: 31 May 2019

Please note that these amendments are scheduled for publication in the *Government Gazette* on 31 May 2019 with effect from 5 June 2019.

Tariff Amendment 1

In terms of section 48 of the Customs and Excise Act, 1964, Part 5A of Schedule No. 1 to the said Act is hereby amended, **with effect from 5 June 2019**, to the extent set out in the Schedule hereto.

By the insertion of the following Note(s) 6 and 7 after Note 5 in Section A to Part 5 of Schedule No. 1:

6. Any fuel levy payable in terms of Part 5A consists of the general fuel levy and the carbon fuel levy.
- 7.
- (a) For the purposes of item 195.10.03 the rate of fuel levy shall be the sum of the -
 - (i) general fuel levy at a rate of 354 cents per litre; and
 - (ii) carbon fuel levy at a rate of 7 cents per litre.
 - (b) For the purposes of items 195.10.15; 195.10.17; 195.10.21 and 195.20.03 the rate of fuel levy shall be the sum of the -
 - (i) general fuel levy at a rate of 339 cents per litre; and
 - (ii) carbon fuel levy at a rate of 8 cents per litre.
 - (c) For the purposes of item 195.20.01 the rate of fuel levy shall be the sum of the -
 - (i) general fuel levy at a rate of 170.5 cents per litre; and
 - (ii) carbon fuel levy at a rate of nil cents per litre.

By the substitution of the following:

Fuel Levy Item	Tariff Heading	Article Description	Rate of Fuel Levy
195.10.03	2710.12.02	Petrol, as defined in Additional Note 1(b) to Chapter 27	361c/li
195.10.15	2710.12.26	Illuminating kerosene, as defined in Additional Note 1(f) to Chapter 27, unmarked	347c/li
195.10.17	2710.12.30	Distillate fuel, as defined in Additional Note 1(g) to Chapter 27	347c/li
195.10.21	2710.12.39	Specified aliphatic hydrocarbons solvents, as defined in Additional Note 1(j) to Chapter 27, unmarked	347c/li
195.20.01	3826.00.10	Biodiesel as specified in Additional Note 1(a) to Chapter 38	170,5c/kg
195.20.03	3826.00.90	Other biodiesel	347c/li

Tariff Amendment 2

In terms of section 75 of the Customs and Excise Act, 1964, Part 3 of Schedule No. 6 to the said Act is hereby amended, **with effect from 5 June 2019**, to the extent set out in the Schedule hereto.

By the insertion of the following Note(s) after Note 6(a)(xi) in Part 3 of Schedule No. 6:

- (xii) fuel levy is limited to the general fuel levy contemplated in Notes 6 and 7 of Part 5A of Schedule No. 1 at the rate specified in Note 7(b)(i) for distillate fuel and Note 7(c)(i) for biodiesel respectively of the said Part 5A.

By the substitution of Note 6(b)(i) in Part 3 of Schedule No. 6 with the following:

- (i) Farming, forestry or mining on land is, 135,6 cents per litre fuel levy on 80 per cent of eligible purchases, **plus** 198 cents per litre Road Accident Fund levy on 80 per cent of eligible purchases equalling 333,6 cents per litre on 80 per cent of the **total eligible** purchases.
- Mode of calculation of refund is as follows:
- (aa) For 1 000 litres eligible purchases -
 - 1 000 x 80 per cent equals 800 litres on which a refund of 333,6 cent per litre may be claimed;
 - (bb) For 1 000 litres purchased of which 300 litres represent non-eligible purchases, for example, carriage of goods for reward -
 - 1 000 litres less 300 litres equals 700 litres eligible purchases x 80 per cent equals 560 litres on which a refund of 333,6 cents per litre may be claimed;

By the substitution of Note 6(b)(ii)(gg) in Part 3 of Schedule No. 6 with the following:

- (gg) vessels employed to service fibre optic telecommunication cables along the coastline of Southern Africa, is 339 cents per litre fuel levy, **plus** 198 cents per litre Road Accident Fund levy equalling 537 cents per litre.

By the substitution of Note 6(b)(v) in Part 3 of Schedule No. 6 with the following:

- (v) Distillate fuel used solely as fuel in electricity generation plants with a capacity exceeding 200 megawatt per plant, generating electricity for the national distribution network, is 169,5 cents per litre fuel levy, **plus** 198 cents per litre Road Accident Fund levy equalling 367,5 cents per litre.