
 S T A T U T O R Y I N S T R U M E N T S

1985 No. 919

VALUE ADDED TAX

**The Value Added Tax (Handicapped Persons)
Order 1985**

<i>Made</i>	- - - - -	13th June 1985
<i>Laid before the House of Commons</i>		17th June 1985
<i>Coming into Operation</i>		8th July 1985

The Treasury, in exercise of the powers conferred on them by sections 14(10), 16(4) and 48(6) of the Value Added Tax Act 1983(a) and of all other powers enabling them in that behalf, hereby make the following Order:

1. This Order may be cited as the Value Added Tax (Handicapped Persons) Order 1985 and shall come into operation on 8th July 1985.

2. Article 4(1)(d) of the Value Added Tax (Cars) Order 1980(b) shall be amended by substituting—

(a) for the words “wholly consists” the words “consists predominantly”; and

(b) for the words “or article 25A of the Personal Injuries (Civilians) Scheme 1983(c)” the words “, article 25A of the Personal Injuries (Civilians) Scheme 1983, article 3 of the Motor Vehicles (Exemption from Vehicles Excise Duty) Order 1985(d) or article 3 of the Motor Vehicles (Exemption from Vehicles Excise Duty) (Northern Ireland) Order 1985(e).”.

3. Group 14 of Schedule 5(f) to the Value Added Tax Act 1983 shall be amended—

(a) in note (6)(b), by inserting after the word “Security” the words “or the Ministry of Defence”; and

(b) in note (7), by substituting for the words “or article 25A of the Personal Injuries (Civilians) Scheme 1983” the words “, article 25A of the Personal Injuries (Civilians) Scheme 1983, article 3 of the Motor

(a) 1983 c. 55.

(b) S.I. 1980/442, amended by S.I. 1984/33.

(c) S.I. 1983/686, amended by S.I. 1983/1164, 1540, 1984/1289, 1675.

(d) S.I. 1985/722.

(f) Group 14 was varied by S.I. 1984/489, 959.

(e) S.I. 1985/723.

Vehicles (Exemption from Vehicles Excise Duty) Order 1985 or article 3 of the Motor Vehicles (Exemption from Vehicles Excise Duty) (Northern Ireland) Order 1985.”.

John Major,
Donald Thompson,
Two of the Lords Commissioners
of Her Majesty's Treasury.

13th June 1985.

EXPLANATORY NOTE

(This Note is not part of the Order.)

This Order extends the input tax entitlement under article 4(1)(d) of the Value Added Tax (Cars) Order 1980 and the zero-rating relief under Group 14 of Schedule 5 to the Value Added Tax Act 1983.

The Value Added Tax (Cars) Order 1980 allows input tax to be deducted on the purchase of new cars by certain organisations for the sole purpose of ultimate leasing to disabled persons in receipt of mobility allowances and supplements from the Department of Health and Social Security. Article 2 of this Order extends the relief in two ways. First, input tax may now be deducted on purchases for ultimate leasing to disabled persons in receipt of mobility supplements and similar payments from the Ministry of Defence. Secondly, the relief now includes organisations whose business consists predominantly (not, as previously, “wholly”) of providing motor cars to disabled persons in receipt of mobility allowances and supplements.

Group 14 of Schedule 5 to the Value Added Tax Act 1983 zero-rates the leasing of motor vehicles, in circumstances specified in the Group, to handicapped persons in receipt of mobility allowances and supplements from the Department of Health and Social Security. Article 3 extends the relief to handicapped persons in receipt of mobility supplements and similar payments from the Ministry of Defence.

SI 1985/919
ISBN 0-11-056919-9

