NOTIFICATIONS OF CHANGES IN TAX ADJUSTMENTS

Addendum

IRELAND

This notification is made pursuant to paragraph 40 of L/3464 - Report by the Working Party on Border Tax Adjustments.

AMENDMENTS TO GUIDE TO THE TURNOVER TAX
AND WHOLESALE TAX

A. Increased rate of wholesale tax for certain goods

Paragraph (2)

With effect from 1 November 1970, wholesale tax is chargeable at the rate of 20 per cent on receipts from sales of the following categories of goods (formerly liable at the rate of 15 per cent) and on imports of these goods:

Motor vehicles designed and constructed for the conveyance of persons by road, but not including vehicles designed and constructed for the carriage of more than sixteen persons (inclusive of the driver), invalid carriages and other vehicles of a type designed for use by invalids or infirm persons.

Caravans, including mobile homes.

Ships, boats or other vessels designed and constructed for the conveyance of persons and not exceeding 100 tons gross; and sports and pleasure craft of all descriptions including yachts, cabin cruisers, dinghies, canoes, skiffs and racing boats.

Radio and television receiving sets of the domestic or portable type including sets suitable for use in road vehicles.

Gramophones, radiograms, record-players and gramophone pick-ups.

Gramophone records.

For the month of November 1970 and subsequent months the liability of accountable persons to wholesale tax in respect of these goods shall be computed at the rate of 20 per cent instead of 15 per cent as formerly. In the case of goods sold prior to 1 November and paid for on or after that date provision will be made to enable an accountable person to recover from his customers, in addition to the agreed price, a sum equal to the additional tax becoming payable by him arising from the increase.

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Paragraph (52)

To provide for wholesale tax liability of 20 per cent in the case of wholesale sales the appropriate increase in the pre-tax price is 25 per cent if the buyer is registered for turnover tax but not for wholesale tax. If the buyer is not registered for either tax the composite increase to provide for liability for both taxes is approximately 33.33 per cent.

In the case of retail sales rebated by 20 per cent (see Chapter II) the appropriate increase to provide for tax liability in respect of sales of these goods is approximately 19.05 per cent of the tax-free price if the buyer is registered for turnover tax only and approximately 26.58 per cent if the buyer is not registered for either tax.

B. Special conditions for certain goods

Paragraph (28)

Add "food and drink" to list of goods for which there are special conditions.

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