



Revenue Ruling No. BF8

Business Franchise Licences Petroleum Products Act, 1987 - Value of Petroleum Products

PREAMBLE

Under Section 40 of the Business Franchise Licences (Petroleum Products) Act, 1987, the licence fee payable by an applicant for a licence is \$10 plus 8.4% of the value of motor spirit and 14% of the value of diesel fuel sold in the relevant period.

Petroleum products sold by the applicant which were purchased from a licensee, and diesel fuel sold for use otherwise than for propelling diesel engine road vehicles on roads are excluded from the calculation of fees.

Exemptions from a proportion of fees apply in designated zones, as outlined in Revenue Ruling BF 7. Section 44 of the Act enables the Minister to determine the basis upon which, and the means by which a value is to be attributed to petroleum products sold during any period.

RULING

1. In accordance with section 44 of the Act, the following values have been determined by the Minister:-

Product	Value (c/litre)	Licence Fee (%)	Licence Fee (c/litre)
Motor Spirit *	42.02	8.4	3.53
Diesel Fuel	25.5	14.0	3.57

* includes all grades of leaded and unleaded petrol.

2. The current rate for motor spirit also applied under the Business Franchise Licences (Petroleum Products) Act 1982, from 1 December 1983 until the Act was repealed on 26 June 1987. Prior to 1 December 1983, the rate was 3.02 cents per litre.
3. The current rate for diesel fuel also applied under the 1982 Act, from 1 November 1982 until the Act was repealed. Prior to 1 November 1982, the rate was 5 cents per litre.

A. D. CLYNE,
Chief Commissioner for Business
Franchise Licences (Petroleum Products).
18 February 1989 .