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17 December 2021

Our ref VRL/20/2021

LTA/VR&L/V43.013.000

All Motor Vehicle Dealers / Importers Your ref

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Dear Sir/Madam

Further Measures to Encourage Adoption of Electric Vehicles (EVs) – Completion of System Changes

Please refer to our press release and circular (Ref: VRL/06/2021) dated 4 March 2021 on the lowering of the Additional Registration Fee (ARF) floor to \$0 and revising the road tax framework for electric cars to further support the early adoption of electric vehicles (EVs).

Completion of System Changes

2. LTA has completed the necessary system changes to effect the abovementioned measures from the policy commencement date (i.e., 1 January 2022). To roll out the system changes, the LTALink system will be <u>unavailable</u> on 19 December 2021 (Sunday) from 12am to 6am.

Revised Road Tax Framework for Electric Cars

- 3. From 19 December 2021, affected vehicle owners will be able to renew their road tax based on the revised rates for the licensing period beyond 1 January 2022.
- 4. The road tax brackets of 30-90kW and 90-230kW will merge from 1 January 2022, such that electric cars in the revised 30-230kW bracket will be subject to the road tax formula of the current 30-90kW bracket. The revised road tax schedule of fully electric and petrol-electric cars is as shown in Table A below:

Table A – Revised Road Tax Schedule of Fully Electric and Petrol-Electric Cars from 1 January 2022

Power Rating (kW)	New 6-Monthly Road Tax Formula
PR≤7.5	S\$200 x 0.782
7.5 <pr td="" ≤30<=""><td>$[S\$200 + S\$2(PR - 7.5)] \times 0.782$</td></pr>	$[S$200 + S$2(PR - 7.5)] \times 0.782$
30< PR ≤230	$[S$250 + S$3.75(PR - 30)] \times 0.782$
PR>230	$[S$1,525 + S$10(PR - 230)] \times 0.782$



Excess Road Tax Paid

- 5. Prior to 19 December 2021, some affected vehicle owners may have paid the road tax for the licensing period beyond 1 January 2022 based on the current road tax rates. Any excess road tax paid will be automatically used to offset the road tax payable at the next renewal. If the vehicle is permanently transferred before the next road tax renewal, any excess amount paid will be used to offset the transfer fee payable, and the remaining excess amount paid will be transferred along with the vehicle to the new registered owner.
- 6. Vehicle owners may check if they had paid excess road tax via www.onemotoring.lta.gov.sg (Digital Services > Enquire Road Tax Payable/ Prerequisite(s) To Fulfil) from 19 December 2021.

Lowering the ARF Floor to \$0

- 7. The EV Early Adoption Incentive and the enhanced Vehicular Emissions Scheme, which both came into effect on 1 January 2021, provide prospective buyers with combined cost savings of up to \$45,000 when they purchase a fully electric car, and up to \$57,500 for a new fully electric taxi. These combined rebates are currently subject to a minimum ARF of \$5,000.
- 8. To further encourage higher adoption of electric vehicles and enable mass-market electric car buyers to benefit more fully from the combined rebates, the ARF floor will be lowered from \$5,000 to \$0 for fully electric cars and taxis registered from 1 January 2022 to 31 December 2023. Please advise your customers of the changes.
- 9. Please bring the contents of this circular to the attention of your members and staff accordingly. For enquiries, please contact us via www.lta.gov.sg/feedback. Thank you.

Yours faithfully

f. Ivy Ho

Candice Yeo (Ms)

Deputy Director

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