

**Australian Government Department of Home Affairs**

DEPARTMENT OF HOME AFFAIRS NOTICE No. 2017/44

**Luxury Car Tax Exemption under Item 7 in Schedule 4 of the *Customs Tarrif Act 1995***

Following an amendment to the A New Tax System (Luxury Car Tax) Act 1999, some public institutions are eligible to claim an exemption for Luxury Car Tax under Item 7 in Schedule 4 (Schedule 4) of the *Customs Tariff Act 1995*.

With the amendment, public institutions such as museums, galleries or libraries that import a luxury car, may be eligible for an exemption if:

* the institution is registered for Goods and Services Tax and endorsed as a Deductible Gift Recipient
* the car is consigned to the importer
* the car is a work of art or collectors’ piece
* the car is imported for the sole purpose of public display, and
* all conditions for Item 7 in Schedule 4 eligibility have also been met.

Importers should enter the exemption code ‘OTHR’ when making a claim. Exemptions under Items 10, 11, 15, 18, 21 or 24 in Schedule 4 remain unchanged.

For further information on the changes visit the Australian Taxation Office website at [www.ato.gov.au/LCT.](http://www.ato.gov.au/LCT)

David Coyles

Acting Assistant Secretary Trade and Customs Branch 11 December 2017