

Luxury Car Tax Determination - Luxury car tax: how to determine the principal purpose of a vehicle

Members are advised of the release of the Australian Taxation Office (ATO) publication [Luxury car tax: how to determine the principal purpose of a vehicle \(LCTD 2023/1\)](#).

What is the determination about?

LCTD 2023/1 explains how to determine the principal purpose of a car for the purposes of the *A New Tax System (Luxury Car Tax) Act 1999* (LCT Act) (Cth). The ATO advised that all legislative references in LCTD2023/1 are aligned to the LCT Act unless otherwise indicated.

Other

- The Appendix to this Determination also sets out a compliance approach which outlines how the Commissioner will allocate compliance resources with respect to this issue.
- Dealers are encouraged to make themselves, and their taxation advisors, conversant with this document.
- You can refer to the [ATO Website](#) for further information.
- If you have any queries, you should refer them to your taxation advisors.

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