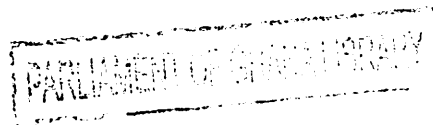


**IN THE THIRD SESSION OF THE SEVENTH
PARLIAMENT OF THE FOURTH REPUBLIC OF GHANA**



REPORT OF THE

FINANCE COMMITTEE

ON THE

LUXURY VEHICLE LEVY (REPEAL) BILL, 2019

1ST AUGUST, 2019

1.0 INTRODUCTION

The Luxury Vehicle Levy (Repeal) Bill, 2019 was presented to Parliament by Hon. Abena Osei Asare, Deputy Minister for Finance and read the first time on Tuesday, 30th July, 2019.

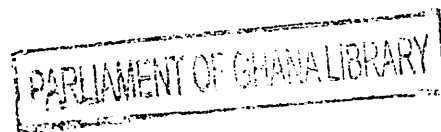
Rt. Hon. Speaker referred the Bill to the Finance Committee for consideration and report in accordance with the 1992 Constitution and the Standing Orders of Parliament.

The Committee met with two Deputy Ministers for Finance, Hon. Kwaku Kwarteng and Hon. Abena Osei Asare and officials from the Ministry of Finance, the Ghana Revenue Authority and the Attorney-General's Department to consider the Bill.

2.0 DOCUMENTS REFERRED TO

The Committee referred to the following documents in the consideration of the Bill:

1. The 1992 Constitution
2. The Luxury Vehicle Levy Act, 2018 (Act 969)
3. The Standing Orders of Parliament
4. The Mid-Year Fiscal Policy Review of the 2019 Budget Statement and Economic Policy.



3.0 OBJECT OF THE BILL

The object of the Bill is to repeal the Luxury Vehicle Levy Act, 2018 (Act 969) to withdraw the Luxury Vehicle Levy.

3.1 Structure of the Bill

The Bill contains two clauses

Clause 1 of the Bill repeals the Luxury Vehicle Levy Act, 2018 (Act 969) which imposes the Luxury Vehicle Levy.

Clause 2 provides for Transitional matters as a result of the repeal of Act 969.

4.0 OBSERVATIONS

4.1 Rationale for the Repeal

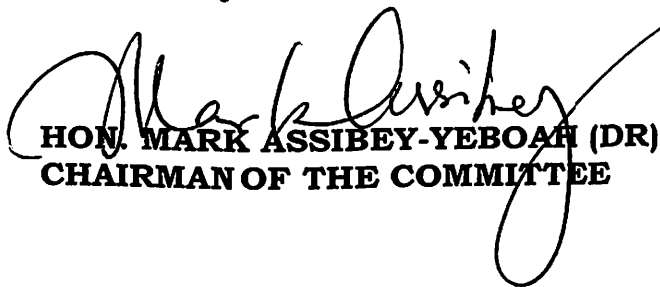
The Committee was informed that in 2018, Government introduced the Luxury Vehicle Levy to raise revenue and address some of the adverse effects of motor vehicles with high capacity engines on the environment.

After the law was implemented, Government monitored and took cognizance of the concerns of the public and has decided to withdraw the levy and explore alternative sources of revenue.

5.0 CONCLUSION

After careful consideration, the Committee is of the view that the Bill is in the right direction. The Committee accordingly recommends to the House to adopt this report and approve the Luxury Vehicle Levy (Repeal) Bill, 2019.

Respectfully submitted.


HON. MARK ASSIBEY-YEBOAH (DR)
CHAIRMAN OF THE COMMITTEE


EVELYN BREFO-BOATENG (MS)
CLERK TO THE COMMITTEE