



[Home](#) / [Business](#) / [Business activity statements \(BAS\)](#) / [Luxury car tax \(LCT\)](#)

## Luxury car tax (LCT)

---

Luxury car tax (LCT) is a 33% tax on cars with value (including GST) above our set threshold. This tax only applies to the portion of the car's value that is above the threshold, not the total value of the car.

LCT is paid by businesses that sell or import luxury cars (dealers), and also by individuals who import luxury cars.

### Reporting and paying GST instalments

If you report and pay GST using Option 3: Pay GST instalment amount and report annually, don't complete the LCT section of your BAS. Your LCT will be included in your GST instalment amount.

However, you will still need to report LCT payable (**1E**) and LCT refundable (**1F**) when lodging your *Annual GST Return*. This is due at the same time as your income tax return.

### Reporting and paying GST annually

If you report and pay GST annually you don't have to report LCT on a monthly or quarterly BAS. You'll only need to report LCT on your *Annual GST Return*.

#### Next steps:

- [Who needs to pay LCT and who can defer paying it? \(/business/business-activity-statements-\(bas\)/luxury-car-tax-\(lct\)/who-needs-to-pay-lct-and-who-can-defer-paying-it-\)](#)

#### See also:

- [Luxury car tax \(/business/luxury-car-tax/\)](#)
- [LCT - how to complete your activity statement labels \(/business/business-activity-statements-\(bas\)/in-detail/instructions/lct---how-to-complete-your-activity-statement-labels/\)](#)

Last modified: 04 Apr 2017

QC 33694

### Our commitment to you

We are committed to providing you with accurate, consistent and clear information to help you understand your rights and entitlements and meet your obligations.

If you follow our information and it turns out to be incorrect, or it is misleading and you make a mistake as a result, we will take that into account when determining what action, if any, we should take.

Some of the information on this website applies to a specific financial year. This is clearly marked. Make sure you have the information for the right year before making decisions based on that information.

If you feel that our information does not fully cover your circumstances, or you are unsure how it applies to you, contact us or seek professional advice.

## **Copyright notice**

© Australian Taxation Office for the Commonwealth of Australia

You are free to copy, adapt, modify, transmit and distribute this material as you wish (but not in any way that suggests the ATO or the Commonwealth endorses you or any of your services or products).