

## CUSTOMS AMENDMENT BILL (NO. 2)

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### EXPLANATORY NOTE

THIS Bill amends the Customs Act 1966.

*Clause 1* relates to the Short Title and commencement. The Bill is to come into force on 1 April 1987.

*Clause 2* amends the definition of the expression "motor spirits".

*Clause 3* increases the customs duty on motor spirits and liquefied petroleum gas to equate the increases in excise duty in *clause 4*.

*Clause 4* increases the excise duty on motor spirits by 1 cent per litre, on compressed natural gas by 29 cents per gigajoule, and on liquefied petroleum gas by 0.77 cents per litre.

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No. 115—1

Price \$1.50  
incl. GST \$1.65

*Hon. Margaret Shields*

## CUSTOMS AMENDMENT (NO. 2)

### ANALYSIS

Title	3. Amendment of Customs Tariff
1. Short Title and commencement	4. Excise duties
2. Interpretation	Schedules

### A BILL INTITULED

#### **An Act to amend the Customs Act 1966**

BE IT ENACTED by the Parliament of New Zealand as follows:

- 5    **1. Short Title and commencement**—(1) This Act may be cited as the Customs Amendment Act (No. 2) 1987, and shall be read together with and deemed part of the Customs Act 1966 (hereinafter referred to as the principal Act).
- 10    (2) This Act shall come into force on the 1st day of April 1987.

15    **2. Interpretation**—Section 2 of the principal Act is hereby amended by repealing the definition of the expression “motor spirits” (as inserted by section 2(5) of the Customs Amendment Act 1986), and substituting the following definition:

20           “Motor spirits” means all goods which, if imported, would be admissible for the time being under any of the items 22.08.049, 27.10.013, 27.10.015, 27.10.017, 27.10.018, 27.10.022, 27.10.024, 27.10.026, 27.10.032, 27.10.033, 29.04.003, 29.04.004, 36.08.003, 36.08.004, 36.08.005, 38.19.042, 38.19.043, and 38.19.048 of the Customs Tariff.”

**3. Amendment of Customs Tariff**—(1) The Second Schedule to the principal Act (as amended by section 27 of the

Customs Amendment Act 1986 and earlier enactments) is hereby further amended by repealing so much of Part I as relates to items 22.08.049, 27.10.017, 27.10.018, 27.10.024, 27.10.026, 27.10.032, 27.10.033, 27.11.002, 29.04.004, 36.08.004, 36.08.005, and 38.19.048, and substituting the items, rates of duty, exemptions from duty, and statistical keys specified in the **First** Schedule to this Act. 5

(2) The Customs Amendment Act 1986 is hereby consequentially amended by repealing so much of the First Schedule as relates to items 22.08.049, 27.10.017, 27.10.018, 27.10.024, 27.10.026, 27.10.032, 27.10.033, 27.11.002, 29.04.004, 36.08.004, 36.08.005, and 38.19.048. 10

**4. Excise duties**—The Third Schedule to the principal Act (as substituted by section 28 of the Customs Amendment Act 1986) is hereby amended by revoking so much as relates to tariff items 22.08.045, 22.08.049, 27.10.017, 27.10.018, 27.10.024, 27.10.026, 27.10.032, 27.10.033, 27.10.044, 27.10.046, 27.10.055, 27.10.057, 27.10.063, 27.10.064, 27.10.066, 27.10.069, 27.10.139, 27.11.002, 27.11.003, 29.04.004, 36.08.004, 36.08.005, 38.19.043, and 38.19.048, and substituting the items, rates of duty, exemptions from duty, and descriptions specified in the **Second** Schedule to this Act. 15 20

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SCHEDULES

Section 3 (1) FIRST SCHEDULE  
CUSTOMS TARIFF

ITEMS, RATES OF DUTY, AND EXEMPTIONS FROM DUTY SUBSTITUTED  
PART I

THE STANDARD TARIFF

Number	Goods	Rates of Duty		Statistical Key	
		Normal Tariff	Preferential Tariff	Code	Unit Description
22.08	Ethyl alcohol or neutral spirits, undenatured, of a strength of 80% vol. or higher; denatured spirits (including ethyl alcohol and neutral spirits) of any strength:  - Ethyl alcohol or neutral spirits, denatured, to which has been added ethyl ether, benzol or approved petroleum products, in such proportions as may be approved by the Minister and under such conditions as the Minister may prescribe:  -- Other:				
22.08.049	-- Other	per l	35.7c <sup>2</sup>	00G	1

<sup>2</sup>Includes a maximum amount of 35.7 cents per l being the equivalent of the duty imposed on like goods when produced in New Zealand.

## FIRST SCHEDULE—continued

Number	Goods	Rates of Duty		Statistical Key		
		Normal Tariff	Preferential Tariff	Code	Unit	Description
27.10	Petroleum oils and oils obtained from bituminous minerals, other than crude; preparations not elsewhere specified or included, containing not less than 70% by weight of petroleum oils or of oils obtained from bituminous minerals, these oils being the basic constituents of the preparations:					
	- Motor spirit:					
	-- In bulk in ships' bottoms or in containers of a capacity of 5 litres or more:					
	--- Other:					
	---- Other kinds:					
27.10.017	----- With a Research Octane No. (RON) less than 92 (regular grade) per ℓ	35.2c <sup>1</sup>	..	00C		I
27.10.018	----- Other .. .. . per ℓ	35.7c <sup>2</sup>	..	00K		I
	-- In other containers:					
	--- Other:					

27.10.024	----- With a Research Octane No. (RON) less than 92 (regular grade)	per ℓ	25 plus 32.37c <sup>1</sup> or ♦	Aul 35.2c <sup>1</sup> Can 20 plus 32.37c <sup>1</sup> or ♦ LLDC 35.2c <sup>1</sup> Pac 35.2c <sup>1</sup>	00K	1
27.10.026	per ℓ	35.67c <sup>1</sup>		Can 35.01c <sup>1</sup>	01L 09F	1 1 Aviation spirit Other
27.10.032	----- Other	per ℓ	25 plus 32.87c <sup>2</sup> or ♦	Aul 35.7c <sup>2</sup> Can 20 plus 32.87c <sup>2</sup> or ♦ LLDC 35.7c <sup>2</sup> Pac 35.7c <sup>2</sup>	01L 09F	1 1 Aviation spirit Other
27.10.033	per ℓ	36.17c <sup>2</sup>		Can 35.51c <sup>2</sup>	01G 09B	1 1 Aviation spirit Other
27.11	<b>Petroleum gases and other gaseous hydrocarbons:</b>					
27.11.002	- Liquefied propane, propylene, butane, butylene or isobutane, including any mixture consisting wholly or principally of any such substances whether or not the mixture contains any other hydrocarbon	per ℓ	7.63c†	..	01H 02F 09C	1 1 1 Liquefied: . Propane . Butane Other

<sup>1</sup>Includes a maximum amount of 35.2 cents per ℓ being the equivalent of the duty imposed on like goods when produced in New Zealand.  
<sup>2</sup>Includes a maximum amount of 35.7 cents per ℓ being the equivalent of the duty imposed on like goods when produced in New Zealand.  
†Includes an amount of 7.63 cents per ℓ being the equivalent of the duty imposed on like goods when produced in New Zealand.

## FIRST SCHEDULE—continued

Number	Goods	Rates of Duty		Statistical Key		
		Normal Tariff	Preferential Tariff	Code	Unit	Description
29.04	Acyclic alcohols and their halogenated, sulphonated, nitrated or nitrosated derivatives: — Methanol (methyl alcohol): — — When declared for use solely as racing fuel:					
29.04.004	— — — Other	.. .. .	per ℓ 35.7c <sup>1</sup>	.. .. .	00K	1
36.08	Ferro-cerium and other pyrophoric alloys in all forms; articles of combustible materials: — Liquid fuels of a kind used in mechanical lighters, in containers of a capacity not exceeding 300 cm <sup>3</sup> : — — Motor spirit as defined in Note 5 to Chapter 27:					
36.08.004	— — — Other kinds	.. .. .	per ℓ	Aul 35.7c <sup>1</sup> Can 20 plus 32.87c <sup>1</sup> or ♦ LDC 20 plus 32.87c <sup>1</sup> or ♦ LLDC 35.7c <sup>1</sup> Pac 35.7c <sup>1</sup>	00J	1

36.08.005	per ℓ	36.17c <sup>1</sup>	Can 35.51c <sup>1</sup>	00E	1
38.19	Chemical products and preparations of the chemical or allied industries (including those consisting of mixtures of natural products), not elsewhere specified or included; residual products of the chemical or allied industries, not elsewhere specified or included: — Methanol (methyl alcohol) to which has been added ethyl ether, benzol or approved petroleum products, in such proportions as to make it suitable for use as fuel in piston engines of motor vehicles or aircraft: -- Other:				
38.19.048	-- --	Other	..	..	00B
			per ℓ	35.7c <sup>1</sup>	1

<sup>1</sup>Includes a maximum amount of 35.7 cents per ℓ being the equivalent of the duty imposed on like goods when produced in New Zealand.



Section 4 SECOND SCHEDULE

ITEMS SUBSTITUTED IN THIRD SCHEDULE TO PRINCIPAL ACT

EXCISE DUTY

Goods of Tariff Heading/ Tariff Item	Goods	Unit	Rates of Duty
22.08	Ethyl alcohol or neutral spirits, undenatured, of a strength of 80% vol. or higher; denatured spirits (including ethyl alcohol and neutral spirits) of any strength: - Ethyl alcohol or neutral spirits, denatured, to which has been added ethyl ether, benzol or approved petroleum products, in such proportions as may be approved by the Minister and under such conditions as the Minister may prescribe:		
	<i>Ethyl Alcohol</i>		
22.08.045	- - Other:		
22.08.049	- - - Aviation spirit	per l	11.2c
	- - - Other	per l	35.7c

27.10	<p>Petroleum oils and oils obtained from bituminous minerals, other than crude; preparations not elsewhere specified or included, containing not less than 70% by weight of petroleum oils or of oils obtained from bituminous minerals, these oils being the basic constituents of the preparations:</p> <p>— Motor spirit:</p> <p>— In bulk in ships' bottoms or in containers of a capacity of 5 litres or more:</p> <p>— — — — Other:</p> <p>— — — — Other kinds:</p> <p>— — — — With a Research Octane No. (RON) less than 92 (regular grade) .. .. .</p> <p>— — — — Other .. .. .</p> <p>— In other containers:</p> <p>— — — — Other:</p> <p>— — — — With a Research Octane No. (RON) less than 92 (regular grade) .. .. .</p> <p>— — — — Other .. .. .</p>	<p>per ℓ</p> <p>per ℓ</p> <p>per ℓ</p> <p>per ℓ</p> <p>per ℓ</p> <p>per ℓ</p> <p>per ℓ</p> <p>per ℓ</p> <p>per ℓ</p> <p>per ℓ</p> <p>per ℓ</p> <p>per ℓ</p> <p>per ℓ</p> <p>per ℓ</p> <p>per ℓ</p>	<p>35.2c</p> <p>35.7c</p> <p>35.2c</p> <p>35.2c</p> <p>35.7c</p> <p>35.7c</p>
27.10.017	<p>— — — — With a Research Octane No. (RON) less than 92 (regular grade) .. .. .</p>	<p>per ℓ</p>	<p>35.2c</p>
27.10.018	<p>— — — — Other .. .. .</p>	<p>per ℓ</p>	<p>35.7c</p>
27.10.024	<p>— — — — With a Research Octane No. (RON) less than 92 (regular grade) .. .. .</p>	<p>per ℓ</p>	<p>35.2c</p>
27.10.026	<p>— — — — Other .. .. .</p>	<p>per ℓ</p>	<p>35.2c</p>
27.10.032	<p>— — — — Other .. .. .</p>	<p>per ℓ</p>	<p>35.7c</p>
27.10.033	<p>— — — — Other .. .. .</p>	<p>per ℓ</p>	<p>35.7c</p>

SECOND SCHEDULE—*continued*

Goods of Tariff Heading/ Tariff Item	Goods	Unit	Rates of Duty
27.10.044	A Diesel oil being a distillate fuel classified within heading 27.10 of the Customs Tariff, not including marine diesel oil falling within Item B of this Schedule or oils to which Item C or Item E of this Schedule applies	<i>per</i> ℓ	23.2c
27.10.046			
27.10.055	B Marine diesel oil, being a distillate fuel classified within heading 27.10 of the Customs Tariff, not including diesel oil falling within Item A of this Schedule or oils to which Item C or Item E of this Schedule applies	<i>per</i> ℓ	5.8c
27.10.057			
27.10.063	C Kerosene classified within item 27.10.046 or item 27.10.057 of the Customs Tariff, not including kerosene to which Item D of this Schedule applies	<i>per</i> ℓ	8.0c
27.10.064			
27.10.066	D Jet fuel, both kerosene and spirit type classified within item 27.10.044 or item 27.10.055 of the Customs Tariff	<i>per</i> ℓ	7.2c
27.10.069			
27.10.139	E Petroleum oils and preparations (being all goods classified within heading 27.10 of the Customs Tariff), not including lubricating preparations or hydraulic oils or oils to which Item A or Item B or Item C or Item D of this Schedule applies	<i>per</i> ℓ	5.0c
27.11.002			
27.11.003	F Natural gas, when compressed by a natural gas fuelling facility for use as a motor vehicle fuel	<i>per</i> <i>gigajoule</i>	\$2.88
	G Liquefied petroleum gas	<i>per</i> ℓ	7.63c

29.04	Acyclic alcohols and their halogenated, sulphonated, nitrated or nitrosated derivatives:		
	- Methanol (methyl alcohol):		
	- - - When declared for use solely as racing fuel:		
29.04.004	- - - - Other	per ℓ	35.7c
36.08	<b>Ferro-cerium and other pyrophoric alloys in all forms; articles of combustible materials:</b>		
	- Liquid fuels of a kind used in mechanical lighters, in containers of a capacity not exceeding 300 cm <sup>3</sup> :		
	- - - Motor spirit as defined in Note 5 to Chapter 27:		
36.08.004	- - - - Other kinds	per ℓ	35.7c
36.08.005	.. .. .	per ℓ	35.7c
38.19	<b>Chemical products and preparations of the chemical or allied industries (including those consisting of mixtures of natural products), not elsewhere specified or included; residual products of the chemical or allied industries, not elsewhere specified or included:</b>		
	- Methanol (methyl alcohol) to which has been added ethyl ether, benzol or approved petroleum products, in such proportions as to make it suitable for use as fuel in piston engines of motor vehicles or aircraft:		
	- - - Other:		
38.19.043	- - - - Aviation spirit	per ℓ	11.2c
38.19.048	- - - - Other	per ℓ	35.7c