

Are you ready for the change to RED DIESEL from the 1st of April 2022?



The removal of rebated fuels for off-road vehicles.

1. What is happening to red diesel?

The government has removed the duty rebate from the 1st of April 2022 in order to help the UK achieve its Net Zero carbon target.

2. Who will be affected?

All off-road plant and machinery currently using red diesel as fuel, unless identified as an exception.

3. When will the duty be removed?

1st of April 2022, for industries not identified as an exception.

4. Which industries can still use red diesel?

Agriculture, Forestry, Horticulture, Fish Farming, Home Heating, Rail Mounted Vehicles, Marine Craft, Travelling Fairs & Circuses, Amateur Sports and Non-Commercial Power Generation.

5. What is non-commercial power generation?

Organisations that are not commercially focused e.g. Public bodies, Non-profit organisations, Town halls, Places of worship, Council buildings that use red diesel for electrical generation or heating.

6. Can I stockpile before the 1st of April 2022 & then stop when I run out?

No, the government expects all red diesel users to run down their stock prior to the 1st of April.

7. What will HMRC do if I continue using red diesel?

HMRC compliance officers have the power to seize vehicles & machinery. This could be for as long as it takes to bring the user to court for fuel misuse.

IS YOUR BUSINESS ONE OF THE BELOW?

Industries NOT affected by the removal of the tax exemption.

- Forestry • Fish Farming • Horticulture (Fruit & Vegetables) • Agriculture (Plants & Livestock)
- Trains & Rail vehicles that run on rail tracks • Home Heating (Gas Oil) • Non-Commercial electricity generation & Heating systems • Sports Clubs & Venues • Marine Craft refuelling
- Travelling Fairs & Circuses • Non-Commercial electricity generation & heating systems including: Hospitals, Places of Worship, Town Halls, Public Sector & Public Schools.

For more information or advice on these changes please contact your local Oilfast Depot:

visit www.oilfast.co.uk/contact-us

If you have any uncertainties or questions about this change, please contact the Red Diesel Entitlement Policy Team by email at reddieselentitlement@hmrc.gov.uk

