

NEW LCV EMISSION TESTS AND HOW THEY AFFECT YOUR COMPANY

For cars sold since April 2020, both MPG and CO₂ ratings have had to be based on the new WLTP test. This is now changing for LCVs.

From April 2021, all new LCVs sold will be reported with the Worldwide Harmonised Light Vehicle Testing Procedure (WLTP) values.

The difference between the old NEDC and new WLTP tests and why the values have changed under the new tests are explained here.

[View document](#)

On 12 November 2020, the Government confirmed that the planned changes to Vehicle Excise Duty (VED), due in April 2021, would be delayed. This means that although LCVs will move across to WLTP, there is no impact to the VED or rental as a result of this change.



From April 2021, all new LCVs sold will be reported with the WLTP figures.

Here is a summary of the changes:

LCVs registered up to 31 March 2021

CO₂ emissions based on NEDC values (as they are today). VED rates held at a flat rate.

LCVs registered from 1 April 2021

CO₂ emissions based on WLTP values but VED rates held at a flat rate.

When new VED system is introduced

CO₂ emissions based on WLTP values and new VED rates will be used according to vehicle size. This will impact the rental of the vehicle.



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Change to Vehicle Excise Duty (VED) based on WLTP

The Government has confirmed in November 2020 that the planned changes to VED rates based on WLTP CO₂ emissions will be delayed. This change will still happen but will be separate to the WLTP changeover. The table below was provided as an example in the HM Treasury document in October 2018. We are still waiting for the official version and the weight categories.

Weight category ¹	CO ₂ emissions ²	Proposed first year rate ³	Proposed standard rate ³
A Small/medium sized vans	0	£0	£0
	1-50	£10	£125
	51-75	£100	£265
	76-90	£150	£265
	91-100	£190	£265
	101-110	£230	£265
	111-130	£270	£265
	131-150	£310	£265
	151-170	£500	£265
	171-190	£1,000	£265
	191-225	£1,500	£265
	Over 225	£2,000	£265
B Large vans	0	£0	£0
	1-50	£10	£125
	51-75	£100	£265
	76-100	£150	£265
	101-130	£190	£265
	131-160	£270	£265
	161-190	£310	£265
	191-220	£350	£265
	221-255	£390	£265
	Over 255	£500	£265

¹Exact weights for each category will be set out by the Government ahead of implementation.

²The bands outlined are indicative only and will depend on the impact of WLTP on the van market. However, as set out in this response document, the Government will differentiate between zero emission vans and those which emit some CO₂.

³These rates are indicative only. The final rate will depend upon a number of factors (e.g. RPI) and will be set out by the Government ahead of implementation.

Vehicle conversions, CO₂ emissions and WLTP

When we display values within our quotes, these will be for the base vehicle as it comes out of the factory without any conversions.

At present, additional items that are considered to be "accessories" (ply lining, roof racks, beacons, etc.) are not considered or included in CO₂ recalculations. More detail about exclusions can be found in the N1 Enhancement Scheme.

[Download here](#)

What action is Arval taking?

In the next few months, our quotes will start to display WLTP values when they become available. However, all rentals will continue to be based on current flat rate value until the new CO₂ based VED is due to go live, when they will start to be based on WLTP values.

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