



# Osprey Approach: Apply the VAT Fuel Scale Charge/Private Disallowance

This help guide was last updated on  
May 8th, 2024

The latest version is always online at  
<https://support.ospreyapproach.com/?p=17558>



# At each quarter end there may be a VAT Fuel Scale Charge to apply to the Output VAT figures. This guide will take you through applying this

---

This can be achieved in Osprey by making the following postings. The end result will be that on the VAT return the Net amount will be added to box 6 (Value of Outputs) and the VAT will appear in Box 1 (Output VAT), and the VAT amount will be the expense in the Expense nominal.

## Create a new Income nominal

Firstly you will need to create a new income nominal for the Fuel Scale Charge postings. Ensure it is an Income nominal and that it is set for inclusion in the VAT return. (click link below for a guide on how to do this) [Managing Nominal Ledgers >](#)

## Post the VAT fuel scale charge

- Select your expense nominal (eg Motor Expenses) from the nominal drop down list. Using the Payment posting type, post the Gross amount of the Fuel Scale Charge to this Nominal with no VAT split.

Nominal Financial Posting - Work - Microsoft Edge

https://mitzibroom.ospreyapproach.com/main/nompostmain.aspx?area=6000&f...

Nominal Posting : MOTOR - Motor Expenses

Post

Posting Type: Payment

Posting Date: 14/02/2023

Currency: Pound Sterling

Detail: Fuel Scale Charge

Bank: Office Bank 1 - Royal Bank of Scotland

Bank/Cash Amount : 48

VAT Amount: 0

Cheque required?

Reference: FSC

Enter total in Amount and Vat in VAT Amount

- Select the Fuel Scale Charge Nominal and make a posting using posting type Receipt, for the fuel scale charge, split for VAT.

Nominal Financial Posting - Work - Microsoft Edge

https://mitzibroom.ospreyapproach.com/main/nompostmain.aspx?area=6000&f...

Nominal Posting : VATFSC - VAT - Fuel Scale Charge

Post

Posting Type: Receipt

Posting Date: 14/02/2023

Currency: Pound Sterling

Detail: Fuel Scale Charge

Bank: Office Bank 1 - Royal Bank of Scotland

Bank/Cash Amount : 48

VAT Amount: 8

Reference: FSC

Enter total in Amount and Vat in VAT Amount

## Journal the balance to expenses

Staying on the Fuel Scale Charge Nominal as above, select the posting type Nominal Transfer Into Account. Click Post. Complete the details of the posting using the **net** Fuel Scale Charge amount in the Total amount box. In the Select Destination area, enter the nominal code for the expense nominal and then select accept from the center of the screen.

Nominal Financial Posting - Work - Microsoft Edge

https://mitzibroom.ospreyapproach.com/main/nompostmain.aspx?area=6000&f...

Nominal Posting : VATFSC - VAT - Fuel Scale Charge

Post

Posting Type: Nominal Transfer into Account

Posting Date: 14/02/2023

Currency: Pound Sterling

Detail: Fuel Scale Charge - Journal

Total Amount : 40.00

DESTINATION ACCOUNTS SELECTED

ACCOUNT	SAC	B	D	NAME	AMOUNT	
MOTOR	1	1	1	Fuel Scale Charge - Journal	40.00	Remove

Reference : FSC

## Bank Reconciliation

On your bank reconciliation there should now show two entries, a debit and a credit, that can both be ticked.

BANKS & JOURNALS

Refresh Reconcile Print

Filter Options

Page 1 of 1 (9 postings) Go To Page  Go

ACCOUNT		DATE	DETAILS	REF	TYPE	OFFICE	DISBS
BR001	1	30/11/2022	Receive Costs	RCPT	OFFICE	1,200.00	0.00
MOTOR	1	14/02/2023	Fuel Scale Charge	FSC	OFFICE	48.00	0.00
VATFSC	1	14/02/2023	Fuel Scale Charge	FSC	OFFICE	48.00	0.00