



Information Bulletin

FT-9

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THE FUEL TAX ACT, 2000

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INFORMATION FOR FUEL EXPORTERS

This bulletin describes the taxation and reporting requirements for persons exporting fuel from Saskatchewan. It is a general guide and is not a substitute for the legislation.

The contents of this bulletin are presented under the following sections:

- A. Licence to Export
- B. Reporting
- C. Requirements for Carriers
- D. Tax Recovery and Credit
- E. Failure to Comply

A. LICENCE TO EXPORT

Any person who wishes to export fuel from Saskatchewan without paying the tax on the fuel must have a valid Exporter's Licence. Applications for an Exporter's Licence are available from Saskatchewan Finance. A guaranteed letter of credit or a surety bond may be required as security for the licence.

B. REPORTING

Licensed exporters are required to report the following information monthly for each export, on forms available from Saskatchewan Finance:

- type of fuel exported;
- quantity of fuel exported;
- name and location of the fuel supplier;
- name of the purchaser;
- date of exportation; and
- jurisdiction of the destination, and the jurisdiction in which tax (if any) was charged.

The report must be submitted by the 20th of each month for exports occurring during the preceding month and must include the following documents:

- copies of bills of lading;
- copies of supplier issued documents showing the declared destination of the fuel (where this information is not contained on the bill of lading); and
- copies of certified U.S. Customs Entry Summary and broker invoice for exports to the United States (where the exporter uses the U.S. Customs Line Release System, a copy of the document containing the line release stamp or manual authorization must be provided).

C. REQUIREMENTS FOR CARRIERS

Common carriers exporting fuel picked up from a terminal or refinery in Saskatchewan must have in their possession a bill of lading issued by the terminal or refinery. The common carrier must also possess a document issued by the supplier showing the declared destination of the fuel, the tax amount and the jurisdiction for which the tax (if any) was collected.

D. TAX RECOVERY AND CREDIT

Bulk fuel dealers who have paid tax on fuel and later sell or export the fuel, may obtain a credit, refund or allowance where it can be satisfactorily shown that the fuel was exported from Saskatchewan for resale.

E. FAILURE TO COMPLY

It is an offence to contravene the requirements for reporting and accounting for tax on fuel exports. An individual who is convicted of an offence is liable on summary conviction to a fine not exceeding \$10,000 and in the case of a corporation, to a fine not exceeding \$50,000.

In addition, officers or directors of the corporation who participated in the commission of the offence are also liable to the penalties mentioned above whether or not the corporation has been prosecuted or convicted.

FOR FURTHER INFORMATION

Write: Saskatchewan Finance
Revenue Division
2350 Albert Street
Regina, Saskatchewan
S4P 4A6

Telephone: Toll Free 1-800-667-6102
extension 7687 or 7688
Regina 306-787-7687 or 787-7688

E-mail: sask.tax.info@finance.gov.sk.ca

Fax: 306-787-0241

Information bulletins and publications are available on the Internet at:
www.gov.sk.ca/finance