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ENVIRONMENT TAX NOTICE

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FIRST NATIONS TAX EXEMPTION

INTRODUCTION

The purpose of this notice is to provide vendors with information on the application of environment tax (tire tax) to purchases of tires by First Nation individuals.

OFF-RESERVE PURCHASES

First Nation individuals who reside on a reserve in Prince Edward Island are entitled to an exemption from tire tax on off-reserve purchases of tires in Prince Edward Island. This exemption is provided under the *Revenue Tax Act*.

In order to qualify for the exemption the First Nation individual must:

- a) reside on one of the four reserves on Prince Edward Island;
- b) be in possession of a Status Card issued by Aboriginal Affairs and Northern Development Canada bearing the name and photograph of the individual purchasing the tires; and
- c) be in possession of another piece of photo identification that provides evidence that the individual resides on a reserve in Prince Edward Island.

The four reserves located in Prince Edward Island are Lennox Island, Rocky Point, Scotchfort and Morell Rear.

Vendors selling tires to First Nation individuals must record the name, registry number and Prince Edward Island reserve address of the purchaser in their records. Failure to record this information will make the vendor liable for the uncollected tire tax.

ON-RESERVE PURCHASES

First Nation individuals are exempt from tire tax on purchases of tires that are delivered to a reserve, regardless of where the individual resides. In order to qualify for the exemption the following conditions must apply:

- a) the tires must be delivered to one of the four reserves on Prince Edward Island;
- b) the vendor or an agent of the vendor must deliver the tires to the reserve; and
- c) the purchaser must be in possession of a Status Card issued by Aboriginal Affairs and Northern Development Canada bearing the name and photograph of the individual purchasing the tires.

Vendors making on-reserve sales of tires to First Nation individuals must record the name and registry number of the purchaser and include evidence of delivery to the reserve by the vendor in their records. Failure to record this information will make the vendor liable for the uncollected tire tax.

Further Information

Copies of the [Environment Tax Act](#), [Revenue Administration Act](#) and [Regulations](#) are available on our website at www.taxandland.pe.ca. Inquiries regarding this Environment Tax Notice may be emailed to taxandland@gov.pe.ca or directed to:

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This notice is prepared for information purposes only, and should not be considered a substitute for the applicable statutes. Should there be any conflict between the contents of this notice and the statutes, the statutes shall prevail.