

Can I use marked fuel in the following items?

Equipment

Depending on your industry and the use, marked fuel may be permitted in some equipment. Review the Regulations before using marked fuel in any equipment

Motor vehicles (trucks, cars, etc.)

Except for Agricultural Operation use of farm trucks, you cannot use marked fuel in any motor vehicle that is required to be registered, under the *Highway Traffic Act*.

Boats

Marked fuel can be used in a boat when it is used in an approved commercial operation as outlined in the Regulations. In addition, pleasure craftowners and operators may apply for a Permit allowing them to purchase tax exempt marked fuel where unmarked fuel is not available. However, pleasure craft Permit holders are required to self-assess the unpaid tax on a quarterly basis.

Recreation vehicles (including ATVs, snowmobiles, personal watercraft and pleasure craft)

You cannot use marked fuel in recreational vehicles.

Lawnmowers/garden tractors

You cannot use marked fuel in your lawnmower or garden tractor.

What are the penalties for using marked fuel improperly?

Any violation of the *Climate Leadership Act*, *Gasoline Tax Act* or *Revenue Administration Act* and associated regulations may result in fines and/or suspension or your Permit.

For a copy of the legislation or more information, please contact:

Department of Finance
Taxation and Property Records
PO Box 1150
Charlottetown, PE C1A 7M8

Telephone Inquiries:

Marked Gasoline, Marked Diesel, and Levy Exemption Permit: **902-368-4070**
Be prepared to provide your Permit Number as shown on your Permit.

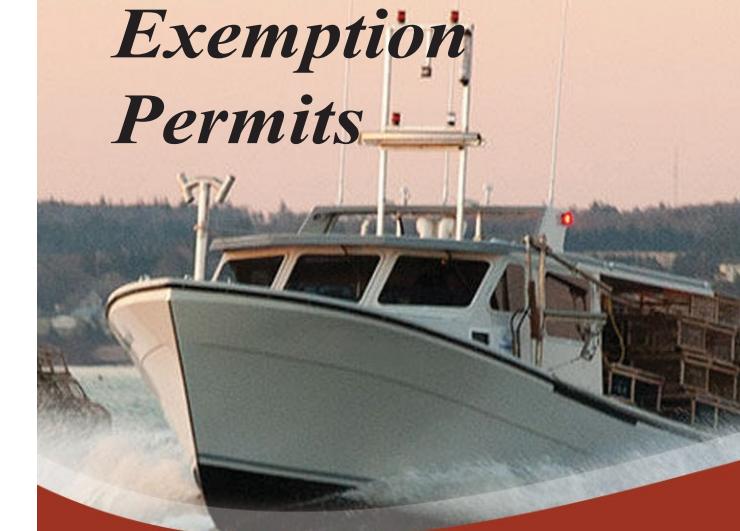
Visit:

95 Rochford Street
Shaw Building, First Floor South
Charlottetown, PE C1A 3T7
Email: taxandland@gov.pe.ca
Website: www.princeedwardisland.ca

This brochure has been prepared for convenience of reference only. If there is any conflict between the information contained in this brochure and the statutes, the statutes shall prevail.



Marked Gasoline, Marked Diesel, and Levy Exemption Permits



Department
of Finance



Marked Gasoline, Marked Diesel, and Levy Exemption Permits

Pursuant to *Climate Leadership Act* and the *Gasoline Tax Act*, the Government of Prince Edward Island provides Marked Gasoline, Marked Diesel, and Levy Exemption Permits (Permit) to persons to authorize the purchase of marked gasoline and marked diesel (marked fuel). Marked fuel is sold exempt of gasoline tax and either exempt of Carbon Levy or at a reduced rate.

Who should read this brochure?

If you hold a Permit, you should read this brochure. This brochure will help you understand your basic responsibilities as a holder of a Permit under the Prince Edward Island *Climate Leadership Act*, *Gasoline Tax Act* and *Revenue Administration Act* and associated regulations. Knowing your responsibilities will help you avoid penalties and/or suspension of your Permit.

Who is eligible for a Permit?

Those persons who are engaged in farming, commercial fishing, aquaculture or any other operation set out in the Regulations are eligible to receive a Permit.



To whom must I provide the Permit?

You must provide your Permit number and Permit expiry date as shown on your Permit to your fuel suppliers for their records.

Can I purchase clear gasoline or diesel tax/levy-exempt?

You cannot purchase clear fuel tax or levy exempt. All clear fuel must be taxed.

Can I purchase marked fuel and pay the tax?

You cannot pay tax on marked fuel. The presence of dye in the product is proof that tax has not been paid. If you have a Levy Exemption Permit, you cannot pay levy on marked fuel.

When I make a purchase of marked fuel, do I have to keep my invoice?

Yes, as a Permit holder, you must retain all invoices for your records. You must also retain invoices for all other fuel purchases you make.

What do I do if I am unable to purchase marked gasoline?

If your fuel supplier does not sell marked (tax-exempt) gasoline, you may be eligible for a refund of the tax you paid on the clear gasoline. If you hold a valid Permit and have used the clear gasoline for an

exempt purpose, complete an Application for Refund and submit it to Taxation and Property Records Division along with all original invoices to support the claim.

Can I supply marked fuel to someone else?

No, marked fuel is for your use only. You may not supply marked fuel to another party.

What records should I retain for audit purposes?

You should retain invoices for all fuel purchased (clear or marked) and detailed records of how this fuel was used.

Do I have to make my vehicles and premises available for inspection?

You must allow any inspector or any peace officer to inspect your vehicles or premises and open any storage tanks, and remove therefrom a quantity of gasoline or diesel sufficient to determine whether there has been compliance with the Acts. You must also allow inspection of your books and records.

Can I use marked fuel in machinery and equipment to do custom work?

You can use marked fuel if you are a farmer and perform the custom work on a farm.