

Can I use marked gasoline or marked diesel oil in the following items?

Equipment

You can only use marked fuel in machinery, equipment or apparatus approved for your type of operation and not for any other equipment.

Motor vehicles (trucks, cars, etc.)

You cannot use marked fuel in any motor vehicle that is registered, or 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 *Gasoline Tax Act Regulations*. In addition, pleasure craft owners and operators may apply for a Marked Gasoline Marked Diesel Oil Permit allowing them to purchase tax exempt marked fuel where unmarked fuel is not available. However, owners and operators of pleasure craft are required to self-assess the unpaid tax on a quarterly basis.

Recreation vehicles (including ATVs, snowmobiles, seadoos 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 gasoline or marked diesel oil improperly?

Any violation of the *Gasoline Tax Act* or *Revenue Administration Act* and associated regulations may result in fines and/or suspension of your Marked Gasoline and Marked Diesel Oil 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 and
Marked Diesel Oil Permit: **902-368-4070**
Be prepared to provide your Permit
Number as shown on your Marked
Gasoline and Marked Diesel Oil Permit.

Visit:

95 Rochford Street
Shaw Building, First Floor South
Charlottetown, PE C1A 3T7
Email: taxandland@gov.pe.ca
Web site: 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 and Marked Diesel Oil Permits



Department
of Finance



Marked Gasoline and Marked Diesel Oil Permits

Pursuant to the *Gasoline Tax Act*, the Government of Prince Edward Island provides a Marked Gasoline and Marked Diesel Oil Permit to persons to authorize the purchase of marked gasoline and marked diesel oil. Marked gasoline and marked diesel oil are sold exempt of gasoline tax.

Who should read this brochure?

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

About the Permit

Who is eligible for a Marked Gasoline and Marked Diesel Oil Permit?

Those persons who are engaged in farming, commercial fishing, aquaculture or any other operation set out in the *Gasoline Tax Act* Regulations are eligible to receive a Marked Gasoline and Marked Diesel Oil Permit.



To whom must I provide the Marked Gasoline and Marked Diesel Oil Permit?

You must provide your permit number and permit expiry date as shown on your Marked Gasoline and Marked Diesel Oil Permit to your fuel suppliers for their records.

Can I purchase clear gasoline or diesel oil tax-exempt?

You cannot purchase clear gasoline or diesel oil tax-exempt. All clear fuel must be taxed.

Can I purchase marked gasoline or marked diesel oil 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.

When I make a purchase of marked gasoline or marked diesel oil, do I have to keep my invoice?

Yes, as a Marked Gasoline and Marked Diesel Oil 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 Marked Gasoline and Marked Diesel Oil Permit and have used the clear gasoline for an

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

Can I supply marked gasoline or marked diesel oil 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 oil sufficient to determine whether there has been compliance with the *Gasoline Tax Act*. You must also allow inspection of your books and records.

Can I use marked gasoline or marked diesel oil 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.