

# The Retail Sales Tax Act

## Application for Refund - AIRCRAFT



- Claims must be filed with our office within **TWO YEARS** of the purchase or lease commencement date.
- Amounts under **\$10** are not refundable.

PLEASE CHECK (✓) APPROPRIATE CATEGORY FOR YOUR RETAIL SALES TAX (RST) REFUND CLAIM

- An aircraft purchased and an aircraft sold within 6 months  
 An aircraft leased and an aircraft sold within 6 months  
 An aircraft purchased and removed from Manitoba within 30 days

**SEE REVERSE FOR  
EXAMPLES**

**NOTE:** A trade-in of an aircraft or transferring an aircraft to an insurer as part of a settlement is **NOT** considered a sale.

SECTION A		AIRCRAFT PURCHASED OR LEASED	
DATE OF PURCHASE/LEASE COMMENCEMENT DATE			
PURCHASED/LEASED FROM			
ADDRESS			
YEAR OF AIRCRAFT		MAKE OF AIRCRAFT	
MODEL OF AIRCRAFT		AIRCRAFT REGISTRATION	
SERIAL NO. OF AIRCRAFT			
PURCHASE PRICE BEFORE ANY TAXES \$		MANITOBA RST PAID \$	

**Please attach a clear copy of the following:**

**IF PURCHASED OR LEASED FROM DEALERSHIP**

- Purchase Agreement or lease agreement from aircraft dealership (Conditional Sales Contract is not acceptable)

**IF PURCHASED PRIVATELY**

- Bill of Sale showing the **date** of purchase and the purchase price of the aircraft. The Bill of Sale must be **signed** by both parties and should include the aircraft registration, make, model and serial number.

**ALSO**

- If purchased outside Canada, Canada Border Services Agency document showing the currency conversion to Canadian Funds.

SECTION B		AIRCRAFT SOLD	
DATE OF SALE			
SOLD TO			
ADDRESS			
YEAR OF AIRCRAFT		MAKE OF AIRCRAFT	
MODEL OF AIRCRAFT		AIRCRAFT REGISTRATION	
SERIAL NO. OF AIRCRAFT			
SELLING PRICE \$			

**Please attach a clear copy of the following:**

- Bill of Sale you provided to the purchaser showing the **date** of sale and the price for which you sold the aircraft. The Bill of Sale must be **signed** by both parties and should include the aircraft registration, make, model and serial number.
- Copy of your letter notifying Transport Canada of the change in ownership and requesting the cancellation of your Certificate of Registration for the aircraft sold.

**APPLICATION IS HEREBY MADE FOR A REFUND OF RST PAID IN THE AMOUNT OF \$ \_\_\_\_\_**  
**A \$25 ADMINISTRATION FEE WILL BE DEDUCTED FROM THE AMOUNT OF A BUY-AND-SELL OR A LEASE-AND-SELL REFUND.**

AIRCRAFT PURCHASED AND REMOVED FROM MANITOBA WITHIN 30 DAYS				FORWARD APPLICATION TO:	
Please attach purchase documents as stated in Section A plus the following documents:				Manitoba Finance	
<ul style="list-style-type: none"> <li>■ Copy of airport permits in another jurisdiction.</li> <li>■ Copy of tax receipts showing tax was paid in another jurisdiction, if applicable, OR</li> <li>■ Copy of Certificate of Registration indicating the aircraft was removed for permanent use outside Manitoba.</li> </ul>				Taxation Division	
<b>FORWARD REFUND CHEQUE TO: (Please Type or Print Clearly)</b>				Room 101 – 401 York Avenue	
LAST NAME		FIRST NAME		Winnipeg, MB R3C 0P8	
STREET ADDRESS			P.O. BOX		
CITY TOWN		PROVINCE	POSTAL CODE	HOME TEL. NO.	
<b>Certification:</b> I certify that the statements on this form are true and correct				Enquiries Call: (204) 945-6444	
Signature				Manitoba Toll Free: 1-800-564-9789	
				Web site: <a href="http://www.gov.mb.ca/finance/taxation">www.gov.mb.ca/finance/taxation</a>	
				<b>For Office Use Only</b>	
				Claim No.	
				Checked	
				Audited	

## AIRCRAFT REFUND EXAMPLES

Please note that claims must be filed with our office within **two years** of the purchase or lease commencement date. Any missing information or documentation will delay your refund payment. We will calculate your retail sales tax (RST) refund based on the information you provide. For assistance, please contact our office at (204) 945-6444 or toll free in Manitoba, 1-800-564-9789.

Examples of sales tax refund calculations on a **buy and sell** transaction.

	<b>Example 1</b>	<b>Example 2</b>
Purchase Price of Aircraft Bought	\$40,000.00	\$20,000.00
RST Paid (7% of purchase price)	(A) <u>\$ 2,800.00</u>	<u>\$ 1,400.00</u>
Price of Aircraft Sold	\$10,000.00	\$30,000.00
7% of Selling Price	(B) <u>\$ 700.00</u>	<u>\$ 2,100.00</u>
Eligible RST Refund [lower of A or B]	<u>\$ 700.00</u>	<u>\$ 1,400.00</u>

**NOTE:** In the examples 1 and 2, the RST refund is equal to the **lesser** of 7% of the selling price of the aircraft sold or 7% of the purchase price of the aircraft purchased.

For **lease transactions**, a refund is payable when the RST paid on the down payment plus the monthly lease payments equals 7% of the selling price of the aircraft sold, or at the termination or conclusion of the lease, whichever occurs first. **However, your claim must be filed with our office within two years of the lease commencement date regardless of when the refund is payable.** Please note that the RST paid on the buyout of the leased aircraft does **not** affect the refund amount since the buyout is a separate transaction. For information specific to your situation, please contact our office at the phone numbers indicated above.

Examples of RST refund calculations on a **lease** transaction.

	<b>Example 3</b>	<b>Example 4</b>
Price of Leased Aircraft	(A) \$50,000.00	\$50,000.00
Down Payment	(B) \$25,000.00	\$25,000.00
Lease Term	(C) 36 months	36 months
Monthly Lease Payments (before taxes)	(D) \$ 694.44	\$ 694.44
Monthly RST Payable (D times 7%)	(E) \$ 48.61	\$ 48.61
RST Paid on Down Payment (B times 7%)	(F) \$ 1,750.00	\$ 1,750.00
Total RST Paid on Monthly Lease Payments (E times C)	(G) <u>\$ 1,749.96</u>	<u>\$ 1,749.96</u>
Total RST Paid at End of Lease (F plus G)	(H) <u>\$ 3,499.96</u>	<u>\$ 3,499.96</u>
Price of Aircraft Sold (sold within 6 months of lease start date)	\$30,000.00	\$60,000.00
7% of Selling Price	(J) <u>\$ 2,100.00</u>	<u>\$ 4,200.00</u>
Eligible RST Refund (lower of H and J)	(K) \$ 2,100.00	\$ 3,499.96
Refund Payable When RST is Equal to K	After 8 Lease Payments	After 36 Lease Payments

In Example 3, total RST of \$2,100.00 (the refund amount) is paid after 8 lease payments are made ( $\$48.61 \times 8$  months plus \$1,750 tax paid on down payment). In Example 4, total RST of \$3,499.96 is paid at the end of the lease ( $\$48.61 \times 36$  months plus \$1,750 tax paid on down payment).