

**The Retail Sales Tax Act**  
**Application for Refund**  
**Real Property Contracts Subject to 2013 Transitional Rate Change Rules**

FORM R.T6

Use this form to apply for a refund of (the incremental) RST paid at the rate of 8% in connection with fixed price real property contracts executed prior to April 17, 2013. A claim should be made upon completion of an eligible contract or for all work done to June 30, 2014. (Refunds may be claimed for multiple contracts on a single application).

The following documentation must be supplied for each completed contract to support the claim (see explanatory notes on page 2 for more information):

1. A copy of the contract/purchase order executed prior to April 17, 2013 (extracts providing the contract date, purchaser's name, purchase price, and the work location are sufficient).
2. A job cost summary for each contract/purchase order.
3. A summary (Schedule A) of tax paid at 8% on direct materials for each contract up to June 30, 2014, along with supporting invoices.
4. A summary (Schedule A) of tax paid at 8% on mechanical and electrical sub-contract work up to June 30, 2014, along with supporting invoices.
5. A summary (Schedule A) and copies of invoices for all real property supply and install sub-contract work performed after July 31, 2013 and up to June 30, 2014, along with the corresponding sub-contract/purchase order documents showing an effective date after April 16, 2013.
6. A summary of the job cost components for which a claim is being made for multiple contracts per section A, B & C below.

**Note:** For refund claims over \$5,000, applicants may opt not to provide supporting invoices per point 3, 4, and 5 above. These applicants should provide a completed summary of the purchase invoices per Schedule A to this form and retain the supporting invoices. The Taxation Division will contact these applicants to arrange for a review of selected documents.

**Forward completed applications to Manitoba Finance, Taxation Division, 101 Norquay Building, 401 York Avenue, Winnipeg, Manitoba, R3C 0P8. Telephone (204) 945-6444, Manitoba Toll Free 1-800-782-0318, Web site [www.gov.mb.ca/finance/taxation](http://www.gov.mb.ca/finance/taxation). E-mail: [mbtaxrefunds@gov.mb.ca](mailto:mbtaxrefunds@gov.mb.ca)**

**Claims are to be filed with our office by June 30, 2015. Amounts under \$10 are not refundable**

<b>SECTION A: Direct Material Purchases:</b>	
1) Total RST paid at 8% on direct construction materials used to construct real property (from Schedule A)	\$
2) Refundable amount ( Line 1 Amount x 1/8) =	\$
<b>SECTION B: Mechanical &amp; Electrical Sub-Contracts</b>	
3) Total RST paid at 8% to mechanical and electrical subcontractors in connection with a real property supply & installation contract (from Schedule A)	\$
4) Refundable amount ( Line 3 Amount x 1/8) =	\$
<b>SECTION C: Real Property Sub-contracts</b> (See note 5 on page 2 for more information):	
5) Total RST paid at 8% based on contract amounts charged by real property sub-contractors - <u>for work done after July 31, 2013</u> - (from Schedule A)	\$
6) Refundable amount = ( Line 5 Amount x 1/8) =	\$
<b>Application is hereby made for a refund of RST in the amount of: (Total of lines 2 + 4 + 6)</b>	<b>\$</b>

**Certification:** I Certify That the Statements on This Form Are True and Correct.

Date \_\_\_\_\_

**REFUND CHEQUE SHOULD BE FORWARDED TO:**

Signature \_\_\_\_\_

\_\_\_\_\_  
Name (please type or print)

\_\_\_\_\_  
Mailing Address

\_\_\_\_\_  
City or Town

\_\_\_\_\_  
Postal Code

\_\_\_\_\_  
E-mail

\_\_\_\_\_  
Phone Number

**FOR DEPARTMENT USE**

Claim No. \_\_\_\_\_

Checked \_\_\_\_\_

Audited \_\_\_\_\_

It is an offence to make a false statement in any form, application, record or return.

(07/13)

## Notes

1. The 7% retail sales tax rate remains in place for goods and services purchased for incorporation into real property under contracts executed prior to April 17, 2013, for all contract work relating to the original contract completed by June 30, 2014. The 8% rate will apply after that date.
2. Goods and services must be incorporated into real property to qualify for the 7% rate. This includes direct materials used to construct real property and related mechanical and electrical (M&E) systems, as well as the services to install the M&E systems.
3. Machinery, equipment, tools and other goods and services purchased by contractors for their own use to perform a real property or M&E installation (i.e. not incorporated into a building project) are not subject to the grandfathered 7% rate. This includes equipment rentals, whether re-billed directly to the customer or not.
4. **Change Orders:** goods and services acquired to fulfil change orders made after April 16, 2013 are not covered under the grandfathered rate, and are taxable based on the general transition rules for goods and services — see Notice 13-05 – *Retail Sales Tax Rate Change – Transitional Rules* for further information .
5. For sub-contracted supply and install real property work, the refundable incremental tax will be calculated based on 55% of the total contract amount charged by Manitoba-based subcontractors, excluding GST. This represents the typical material component of real property contracts on which the contractor must pay RST. The formula in Schedule A to this form takes the 55% material component and reduces it by a factor of 8/108 to get the total tax paid on the materials, which is embedded in the real property contract price.
6. Invoices for real property installation services only will not have a refundable component.

**Schedule A:**

**The Retail Sales Tax Act**

**Application for Refund - Real Property Contracts Subject to 2013 Transitional Rate Change Rules**

Supplier	Invoice #	Taxable Inputs			RST Paid at 8%		
		Direct Materials	Mechanical & Electrical Sub Contracts	Real Property Sub Contracts	Direct Materials	Mechanical & Electrical Sub Contracts	Real Property Sub Contracts (1)
<b>Total</b>							

(1) For Real Property Sub-contracts, the tax paid at 8% = Total Contract Price (Excluding GST) x 55% x 8 ÷ 108