

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.

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

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

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 Taxation Division Room 101 – 401 York Avenue Winnipeg, MB R3C 0P8	
<ul style="list-style-type: none"> ■ Copy of airport permits in another jurisdiction. ■ Copy of tax receipts showing tax was paid in another jurisdiction (if applicable), OR ■ Copy of Certificate of Registration indicating the aircraft was removed for permanent use outside Manitoba. 		Enquiries Call: (204) 945-6444 Manitoba Toll Free: 1-800-564-9789 Fax: (204) 948-2087 E-mail: mbtaxrefunds@gov.mb.ca Web site: www.gov.mb.ca/finance/taxation	
FORWARD REFUND CHEQUE TO: (Please Type or Print Clearly)			
LAST NAME		FIRST NAME	
STREET ADDRESS		P.O. BOX	
CITY TOWN	PROVINCE	POSTAL CODE	TELEPHONE NO.
E-MAIL		BUSINESS NUMBER (IF APPLICABLE)	
Certification: I certify that the statements on this form are true and correct		DATE	
Signature			

For Office Use Only

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.

	Example 1	Example 2
Purchase Price of Aircraft Bought	\$40,000.00	\$20,000.00
RST Paid (A)	<u>\$ 3,200.00</u>	<u>\$ 1,600.00</u>
Price of Aircraft Sold	\$10,000.00	\$30,000.00
Tax Rate on the Purchase x Selling Price (B)	<u>\$ 800.00</u>	<u>\$ 2,400.00</u>
Eligible RST Refund (lower of A or B)	<u>\$ 800.00</u>	<u>\$ 1,600.00</u>

NOTE: In the examples 1 and 2, the RST refund is equal to the **lesser** of the tax rate on the purchase x the selling price of the aircraft sold or RST paid on the aircraft purchased.

For **lease transactions**, a refund of the RST paid is payable when the down payment plus the monthly lease payments equals 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.

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

	Example 3	Example 4
Price of Leased Aircraft	\$50,000.00	\$50,000.00
Down Payment	\$25,000.00	\$25,000.00
Lease Term	36 months	36 months
Monthly Lease Payments (before taxes)	\$ 694.44	\$ 694.44
Price of Aircraft Sold (sold within 6 months of lease start date)	\$30,000.00	\$60,000.00
Refund Payable When Down Payment and Monthly Lease Payments Equal Price of the Aircraft Sold	After 8 Lease Payments	After 36 Lease Payments

In Example 3, a RST refund is paid after 8 lease payments are made based on the amount of RST paid on the monthly lease payments and down payment ($\$694.44 \times 8$ months plus \$25,000 paid as a down payment). In Example 4, a RST refund is paid at the end of the lease based on the amount of RST paid on the monthly lease payments and down payment ($\$694.44 \times 36$ months plus \$25,000 paid as a down payment).