

The Retail Sales Tax Act Application For Tax Rate Reduction On Electricity



(PLEASE PRINT WHEN COMPLETING THIS FORM)

For use by businesses to apply for the reduced tax rate on electricity used to operate machinery and equipment in manufacturing, mining, or at a completed well site in Manitoba for the production of oil or gas.

Note: Each business (corporation, partnership, or proprietor) must apply separately for the reduction.

NAME OF APPLICANT: _____	Retail Sales Tax Number: _____
MAILING ADDRESS: _____ _____	Federal Business Number (BN9): _____
CONTACT PERSON: _____	
PHONE NO. () _____ FAX NO. () _____	

TYPE OF QUALIFYING ACTIVITY:		
<input type="checkbox"/> Manufacturing	<input type="checkbox"/> Mining	<input type="checkbox"/> Oil Well
BRIEF DESCRIPTION OF ACTIVITIES: _____ _____ _____		

CALCULATIONS TO QUALIFY FOR THE REDUCTION – FOR MANUFACTURING AND MINING BUSINESSES ONLY. Refer to the attached worksheet.			
Information provided is for the year ended _____, 20 _____			
Both (a) and (b) must be completed. Your business will qualify if (a) is over 50% and (b) is under 50% .			
(a) % of MMA	=	$\frac{\text{MMC \$}}{\text{MC \$}} + \frac{\text{MML \$}}{\text{ML \$}}$	= _____ %
(b) % of Retail revenue in Manitoba	=	$\frac{\text{Retail revenue in Manitoba \$}}{\text{Total revenue in Manitoba \$}}$	= _____ %

EXACT ADDRESS/LOCATION OF MANUFACTURING, MINING OR WELL SITE:	
Service Address	Manitoba Hydro Account Number(s) applicable only to the site
1. _____	
2. _____	
3. _____	
If you have more than three locations or hydro accounts, please attach a list providing that information.	

CERTIFICATION: I certify that the information supplied and the statements made on this form are true and correct.			
Signature _____		Date _____	
Position _____		Phone No. _____	

FOR OFFICE USE ONLY
Date Application Received
Approved By
Date Hydro Advised

Forward completed application to: Manitoba Finance Taxation Division
101 – 401 York Avenue
Winnipeg, MB R3C 0P8

Enquiries by phone or fax: Winnipeg:
Tel (204) 945-5603
MB Toll Free 1-800-782-0318
Fax (204) 948-2087

Web Site: manitoba.ca/finance/taxation
E-mail: MBTax@gov.mb.ca

Brandon:
Tel (204) 726-6153
MB Toll Free 1-800-275-9290
Fax (204) 726-6763

Information

- The tax rate will be applied at the reduced rate of 1.4%.
 - The tax rate reduction will be effective for electricity cycle billings issued on or after the date this completed application is received at Manitoba Finance – Taxation Division.
 - The Manitoba Finance Taxation Division will inform you in writing as to whether or not your application has been approved for the tax rate reduction. The Taxation Division will inform Manitoba Hydro of the businesses that qualify for the reduction. **Please do not contact Manitoba Hydro directly.**
 - For a manufacturing or mining business to qualify for the reduction, it must be primarily (i.e. greater than 50%) engaged in manufacturing or mining activities and carry on these activities in Manitoba. The term “manufacturing” has the same meaning as used in the Income Tax Act (Canada) and Regulations. Generally, “manufacturing” involves creating (e.g. making or assembling) something, or shaping, stamping or forming an object out of something.
 - The term “manufacturing” specifically **excludes** the following activities:
 - construction
 - farming
 - fishing
 - logging
 - exploration
 - publicly funded institutions
 - research and development
 - businesses that perform mainly repair work
 - operations in Manitoba with retail revenue* exceeding 50% of total Manitoba revenue
- * Retail revenue means revenue from sales directly to individuals for their own consumption or use.
- A business engaged in manufacturing or mining must provide the following information for its most recent fiscal year:

% of MMA	= % of manufacturing and mining activities in Manitoba.
MMC	= Cost of manufacturing and mining capital of your business in Manitoba.
MML	= Cost of manufacturing and mining labour of your business in Manitoba.
MC	= Total cost of capital of your business in Manitoba.
ML	= Total cost of labour of your business in Manitoba.
- The cost of capital and labour, and the cost of manufacturing and mining capital and labour, have the same meaning as used in the Income Tax Act (Canada). All costs apply with respect to activities carried on in Manitoba only. For additional information see section 5202 of The Income Tax Regulations.
- The information provided in this application is subject to audit.