

RTN: 113
(Revised October 2008)

December 1991

GOODS EXEMPT FROM PROVINCIAL REVENUE TAX (PST)

The following list of goods may be purchased by all consumers exempt of provincial revenue tax (PST). This list has been prepared for the convenience of vendors in carrying out their responsibilities under the *Revenue Tax Act*.

A list of exempt goods for farmers, fishers and aquaculturists can be found in Revenue Tax Guides [RTG:109 - Tax Exemptions for Farmers](#), [RTG:120 - Tax Exempt Goods for Commercial Fishermen](#) and [RTG:145 - Tax Exempt Goods For Aquaculturists](#).

GOODS NOT SUBJECT TO REVENUE TAX (PST)

Admission Charges to:

- agricultural and fisheries fairs.
- athletic contests or games in which participants are amateur athletes or school, college or university students.
- entertainments by school, college, university students, Home and School Associations, church groups and similar organizations where all proceeds are for charitable, educational, religious or community purposes.
- live entertainments supported directly by Canada Council funds.
- film presentations by a film society where admission is limited to society members.
- concerts and recitals sponsored by a Community Concert Association or similar organization.
- music and drama festivals involving non-paid amateur participants.
- skating rinks where persons attending do so for the exercise of skating and amateur ice carnivals.
- harness racing.

Baby Goods including

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|--------------|--------------------------|
| - bibs | - blankets |
| - bottles | - harness |
| - mobiles | - oil |
| - powder | - sheets |
| - teethers | - non-disposable diapers |
| - mattresses | - nipples |
| - pillows | - rattles |
| - soothers | |

Classroom Supplies meaning the following goods when sold to students, the parents, teachers or tutors of students for use by a student attending an approved educational institution,

- clipboards
- construction paper
- crayons
- drawing books
- drawing instruments
- drawing paper
- duotangs
- erasers
- foolscap
- glue sticks
- graph paper
- highlighters
- ink
- loose-leaf paper
- marker pens
- music manuscript paper
- paste
- pencil cases/boxes
- pencils
- pens
- pocket calculators
- ring binders
- rulers
- scissors
- scrapbooks
- scribblers
- sketch books
- workbooks

Consulting Services in the areas of

- agriculture
- day care
- education
- fisheries
- health care
- human and veterinary medicine
- insurance
- pharmaceutical dispensing
- real estate
- tourism
- financial services (other than accounting services)

Safety Clothing and Safety Footwear including

- safety boots
- hard hats
- goggles
- face shields
- protective clothing and similar items required in the workplace

Settler's Effects including

- household goods or equipment including automobiles purchased by a person residing for at least 6 consecutive months outside the province immediately prior to taking up residence in the province, brings with him or her for their own use that were,

1. purchased by them at least 30 days prior to moving to Prince Edward Island;
2. brought into Prince Edward Island within 6 months after taking up residence.

- students in full-time attendance at an approved educational institution in Prince Edward Island and whose parents reside outside P.E.I. may qualify for this exemption after 3 consecutive months residence outside P.E.I. prior to taking up residence in Prince Edward Island.

Food or beverages for human consumption including sweetening agents, seasonings and other ingredients mixed with or used in the preparation of such food or beverages.

Gasoline and diesel oil

Coal, coke, stove oil and fuel oil

Firewood

Electricity

Natural, manufactured and propane gas

Natural water including ice and steam

Clay, gravel, unfinished stone and natural sand, but excluding blasting sand

Dentures, dental and optical appliances when purchased on the prescription of a dentist, optometrist or medical practitioner

Artificial limbs, orthopedic appliances and equipment designed solely for the use of the physically handicapped

Hearing Aids

Drugs and medicines when purchased on the prescription of a medical practitioner, dentist or veterinarian.

Horses

Transformers, switch gear, capacitors and circuit breakers used directly in the distribution of electricity for sale

Machinery, apparatus and complete parts used directly in the manufacture of goods for sale but **NOT** including storage and conditioning facilities.

Machinery and apparatus purchased for pollution control purposes by manufacturers, producers and processors to eliminate pollutants attributable to the manufacturing or production process.

Mobile homes previously sold at retail in Prince Edward Island

Motorized equipment and parts designed specifically for shaving, cleaning and flooding ice in community operated hockey and skating rinks

Goods purchased for use in the processing, fabrication or manufacture into, attached to or incorporated into goods for sale.

Materials consumed or expended in the manufacture or production of goods for sale

Grain, milled products and other agricultural feeds

Goods to be shipped outside the province by the vendor or seller.

Ships stores delivered to a commercial vessel or boat that normally operates outside the territorial limit.

NOTE: THIS EXEMPTION DOES NOT APPLY TO YACHTS AND BOATS USED FOR RECREATIONAL OR SPORTING PURPOSES.

Aircraft normally engaged in foreign and interprovincial public carriage of passengers or freight for gain

Newspapers

Magazines and periodicals when purchased by subscription for delivery by mail

Articles of clothing including fabrics and accessories, as defined by regulation 1

Footwear, as defined by regulation 2

Funeral caskets

Textbooks prescribed by any school, college, university or trade school in the province

Books and other goods used in the practice of religion or for religious instruction

Tobacco

Commercial vessels or boats that normally operate outside territorial limits and repairs to these vessels or boats

NOTE: YACHTS AND BOATS FOR SPORTING OR RECREATIONAL USE ARE NOT EXEMPT FROM PST.

Books, both hardcover and paperbacked, compact discs and audio cassettes published, produced or recorded solely for educational, technical, cultural or literary purposes that contain **NO ADVERTISING**, but **NOT** including magazines, periodicals, directories, price lists, time tables, rate books, catalogues, periodic reports, albums, books for writing or drawing upon or any books of the same general class, or any music or movie compact discs or any other media of the same general class

Smoke detectors, fire extinguishers and car safety seats for children

Coin, paper money and bank notes at Canadian face value

Water and energy saving devices as defined by regulation 3

Renewable energy equipment as defined by regulation 4

Uncancelled Canadian postage stamps at face value

Trade dollars

Films provided to movie theatres by a film distributor

Remembrance Day poppies and wreaths

800 telephone service terminating in the province, the charges for which are billed to subscribers in this province

Outbound high volume telephone service consisting of long distance telecommunication charges to an individual company in excess of 250,000 minutes per year.

Status Indians on Prince Edward Island are exempt from payment of sales tax on goods purchased to be used or consumed on the reservation. In order to make tax exempt purchases, Status Indians **MUST** produce a valid Indian Identification Card and the name and band number must be shown on this card, and proof of P.E.I. reserve address must be recorded in the vendors sales records.

(See [RTN:123 - First Nations Tax Exemption](#))

The list contained in this notice is not an exhaustive list and if there is any conflict between this list and the Statutes the Statutes shall prevail.

If you have any questions concerning the exemptions listed in this notice please contact:

Taxation and Property Records Division
Finance and Municipal Affairs
P.O. Box 1330
Charlottetown, PE
C1A 7N1

Telephone: (902) 368-4171
Fax: (902) 368-6164
Email: taxandland@gov.pe.ca
Website: www.taxandland.pe.ca

FOOTNOTES:

1. "clothing" means all items designed to be worn on the body but does not include protective items such as helmets, hockey pants, shoulder pads, shin pads, hockey gloves, baseball gloves, golf gloves and other protective items of a similar nature and does not include watches, jewellery, purses, umbrellas and similar items.

2. "footwear" does not include cleated sports footwear such as baseball cleats, golf shoes, soccer boots, or bowling shoes, curling boots, ski boots, skates, waders and footwear of a similar nature.

3. “water and energy saving devices” includes low flush toilets for six litres per flush or less, no flow urinals, and low flow showerheads and aerators rated for ten litres per minute or less.

4. “renewable energy equipment” includes organic combustion systems, wind power energy generating systems, biogas energy generating systems, geothermal heat pump generating systems, solar thermal energy collection systems, solar photovoltaic energy collection systems, and drain water heat recovery energy collection devices.