



NATURAL GAS CONSUMED BY INTERNAL COMBUSTION ENGINES

under the Motor Fuel Tax Act

For Reporting Periods On or After April 1, 2013

GENERAL INQUIRIES

Toll-free in Canada: 1 877 388-4440
Email: FuelTax@gov.bc.ca
Website: gov.bc.ca/consumertaxes

HOW TO FILE YOUR RETURN

To file your return and make a payment:
• go online using eTaxBC at gov.bc.ca/etaxbc/myaccount, or
• send this form and payment (if required) by mail, courier or in person.

Freedom of Information and Protection of Privacy Act (FOIPPA) - The personal information on this form is collected for the purpose of administering the Motor Fuel Tax Act under the authority of section 26(a) of the FOIPPA.

PART 1 - BUSINESS INFORMATION

Form section for business information including full legal name, account number (FNG-XXXX-XXXX), remittance period, mailing address, telephone number, and email address.

PART 2 - FUEL ACTIVITY (enter volumes as whole numbers)

Table with 7 columns: FIELD / SITE LOCATION, STATIONARY COMPRESSORS (LITRES 1(a), 1(b), 1(c)), STATIONARY PUMPS (LITRES 2(a), 2(b)), OTHER STATIONARY ENGINES (LITRES 3). Rows 1-8 for site locations, 9-15 for totals and taxes.

PART 3 - TAXPAYER CERTIFICATION

I certify that all information provided on this form is true and correct to the best of my knowledge and belief. I acknowledge that any false information may result in a fine of up to \$10,000 and/or imprisonment for up to two years.

Form section for taxpayer certification including signature of authorized signing authority, name/official title, date signed, and telephone number.

## Instructions

Use this form if you manufacture or import natural gas into BC and use it in a stationary internal combustion engine. You can also use this form for natural gas which you purchase in BC and use in stationary internal combustion engines.

If you purchase natural gas, you are required to pay 7% provincial sales tax (PST) plus the 0.4% ICE Fund tax on the purchase price of the natural gas unless a specific exemption applies. However, if you use this natural gas in a stationary internal combustion engine, you may be eligible for a refund of tax or be required to self-assess additional tax depending on the amount of PST paid.

Natural gas is exempt when purchased for use in motor vehicles and other equipment designed to be self-propelled on land.

This return and remittance are due on the 15<sup>th</sup> day of the month following the month the natural gas was used.

If you identify an error in a tax return from a previous reporting period, **you must submit an amended return** for that period.

For additional information:

- visit us online at [gov.bc.ca/consumertaxes](http://gov.bc.ca/consumertaxes) and go to **Motor Fuel Tax and Carbon Tax**
- refer to **Bulletin MFT-CT 005**, *Tax Rates on Fuels*
- refer to **Bulletin MFT-CT 006**, *Self-Assessing Motor Fuel and Carbon Tax*
- email us at [FuelTax@gov.bc.ca](mailto:FuelTax@gov.bc.ca)

**Part 1 – Business Information** – Complete all fields.

### Part 2 – Fuel Activity

All fuel volumes must be reported and rounded to the nearest whole number (e.g. 1.49 becomes 1 and 1.5 becomes 2). **Do not input decimals into the return.**

**1) Stationary Compressors** – Report all natural gas used, including natural gas purchased and used in compressors that compressed natural gas at the following locations:

- Outside of the natural gas processing plant used to move **marketable gas** in, or out of, storage facilities, or from the gas processing plant to market;
- Within the natural gas processing plant used to compress **marketable gas**;
- Within the gas processing plant or between a gas processing plant and a well and used to transmit waste gas (composed primarily of hydrogen sulphide and carbon dioxide) from the processing plant to the well, or; Located at the well head and used to inject waste gas into a depleted well for permanent disposal, or; Located at the well head, along the pipeline between the well head and the processing plant, or within the gas processing plant and used to compress gas that is not **marketable gas**.



1.9 cents for every 810.32 litres



1.1 cents for every 810.32 litres



Exempt

**Marketable Gas** means gas that is available for sale for direct consumption as a domestic, commercial, or industrial fuel, or as an industrial raw material, or is delivered to a storage facility, whether it occurs naturally or results from the processing of natural gas.

**2) Stationary Pumps** – Report all natural gas used, including any natural gas purchased and used in pumps that pump oil at the following locations:

- Along pipelines that move oil from the well head to the oil processing plant, from the oil processing plant to market, or in or out of storage facilities;
- At the well head or within the oil processing plant.



1.9 cents for every 810.32 litres



1.1 cents for every 810.32 litres

**3) Other Stationary Engines** – Report all natural gas used, including any natural gas purchased and used in stationary internal combustion engines other than the compressors and pumps listed above (e.g. a natural gas engine used to generate electricity).



1.1 cents for every 810.32 litres

Line 14: Enter the dollar amount of any PST paid on natural gas you purchased which was used in any stationary compressors, stationary pumps, and/or other stationary engines.

Line 15: If there is a net amount payable, please include a cheque or money order made payable to the Minister of Finance. The ministry cannot issue a refund of less than \$10.

### Part 3 – Taxpayer Certification

This form must be certified by an authorized signing authority.