

PROVINCIAL SALES TAX EXEMPTION OIL AND GAS INDUSTRY EQUIPMENT

Certain oil and gas drilling and service rigs and related capital equipment are exempt from PST under *The Provincial Sales Tax Regulations*. The specified equipment must be used substantially in oil and gas exploration, oil and gas production drilling, or oil and gas well servicing, and must be capitalized or recorded as a long-term lease receivable in the company's records. The exemption replaces the PST remission on Permanently Mounted Equipment (PME) that was eliminated on April 1, 2017.

The exemption includes drilling rigs, service rigs and specified well servicing equipment listed in *The Provincial Sales Tax Regulations* and Information Bulletin [PST-13, Petroleum Drilling & Well Servicing Contractors](#). If oil and gas industry equipment is not specifically listed under the exemptions, it is subject to PST. Taxable items include, for example, consumables, specialty tools and dual use equipment.

Refunds

If you have paid or been assessed PST on equipment that is now exempt from tax, please complete an [Application for Refund](#) form, providing details of the request along with supporting documentation.

For further information regarding the application of PST in the oil and gas industry, please see Information Bulletin [PST-13, Petroleum Drilling & Well Servicing Contractors](#).

FOR FURTHER INFORMATION

Write: Ministry of Finance
Revenue Division
PO Box 200
REGINA SK S4P 2Z6

Telephone: Toll Free 1-800-667-6102
Regina 306-787-6645

Email: sasktaxinfo@gov.sk.ca

In-Person: Ministry of Finance
Revenue Division
2350 Albert St
REGINA SK S4P 4A6

Fax: 306-787-9644

Internet: Tax bulletins, forms and information are available at Saskatchewan.ca/business-taxes.

Government website: Saskatchewan.ca