

VAPOUR PRODUCTS TAX

Changes to this Information Notice are indicated by a bar (|) in the left margin.

Effective September 1, 2021, Vapour Products Tax (VPT) of **20%** will apply to all vapour products pursuant to *The Vapour Products Tax Act*.

Provincial Sales Tax (PST) at the rate of 6% continues to apply to vapour products sold through August 31, 2021. Vapour products sold after this date will no longer be subject to PST.

“**Vapour product**” means any or all of the following:

- an e-cigarette, meaning a product or device, whether or not it resembles a cigarette, containing an electronic or battery-powered heating element capable of vaporizing an e-substance for inhalation or release into the air (or similar product or device), and includes a product or device that is capable of vaporizing cannabis for inhalation or release into the air;
- an e-substance, meaning a solid, liquid or gas that, on being heated, produces a vapour for use in an e-cigarette, regardless of whether it contains nicotine;
- a cartridge for or a component of an e-cigarette.

but does **not** include:

- cannabis as defined in *The Cannabis Control (Saskatchewan) Act*; or,
- heated tobacco product as defined in *The Tobacco Tax Act, 1998*; or,
- a dry herb vaporizer intended for use with dried cannabis within the meaning of *The Cannabis Control (Saskatchewan) Act*.

Licensing under *The Vapour Products Tax Act*

All vendors of vapour products will be required to become licensed by **August 31, 2021** with a VPT vendor’s Licence, in order to report and submit the VPT collected. Businesses needing to apply for a VPT Vendor’s Licence will be able to do so starting **August 1, 2021**. Filing of VPT returns will be required for the reporting period beginning September 1, 2021 and forward.

For further information please refer to the VPT webpage at www.sets.saskatchewan.ca/taxinfo, which will be updated as further details become available.

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

Internet: Tax bulletins, forms and information are available at www.sets.saskatchewan.ca/taxinfo.

To receive automatic email notifications when this or any other bulletin is revised, go to www.sets.saskatchewan.ca/subscribe.

Government website: Saskatchewan.ca