



DEPARTMENT OF FINANCE
TAX ADMINISTRATION DIVISION

Bulletin No. RAA-CARBON-002
Issue Date: November 6, 2020

INFORMATION BULLETIN
GASOLINE TAX AND CARBON TAX
Gasoline and Carbon Product Tax Rates and Inventory Return

CARBON TAX DUE ON RETAILER INVENTORY AS AT NOVEMBER 7, 2020:

Effective 12:01 a.m., November 7, 2020, carbon tax imposed under Part III.1 of the *Revenue Administration Act* will increase as follows:

Carbon Product	Unit	Old Carbon Tax Rates Effective Jan. 1, 2019 to Nov. 6, 2020	New Carbon Tax Rates Effective Nov. 7, 2020
Gasoline	\$ per litre	\$ 0.0442	\$ 0.0663
Light Fuel Oil (Diesel)	\$ per litre	0.0537	0.0805
Propane	\$ per litre	0.0310	0.0464
Butane	\$ per litre	0.0356	0.0534
Ethane	\$ per litre	0.0204	0.0306
Gas Liquids	\$ per litre	0.0333	0.0499
Heavy Fuel Oil	\$ per litre	0.0637	0.0956
Kerosene	\$ per litre	0.0516	0.0775
Methanol	\$ per litre	0.0220	0.0329
Naphtha	\$ per litre	0.0451	0.0676
Petroleum Coke	\$ per litre	0.0767	0.1151
Pentanes Plus	\$ per litre	0.0356	0.0534
Coke Oven Gas	\$ per cubic metre	0.0140	0.0210
Marketable Natural Gas	\$ per cubic metre	0.0391	0.0587
Non-marketable Natural Gas	\$ per cubic metre	0.0517	0.0776
Still Gas	\$ per cubic metre	0.0540	0.0810
Coke	\$ per tonne	63.59	95.39
High Heat Value Coal	\$ per tonne	45.03	67.55
Low Heat Value Coal	\$ per tonne	35.45	53.17
Combustible Waste	\$ per tonne	39.95	59.92

Gasoline and carbon product retailers must take and record their existing inventory of carbon products as of 12:01 a.m., November 7, 2020. The *Gasoline and Carbon Products Inventory Return* must be completed and submitted with the additional tax payable resulting from the new carbon tax rates no later than December 21, 2020. Retailers must file a \$Nil return if there is no carbon tax due.

GASOLINE TAX CREDIT ON RETAILER INVENTORY AS AT NOVEMBER 7, 2020:

Effective 12:01 a.m., November 7, 2020, the provincial gasoline tax per litre imposed on gasoline under Part III of the *Revenue Administration Act* will decrease as follows:

Product	Old Gasoline Tax Rate in effect until November 6, 2020	New Gasoline Tax Rate as of November 7, 2020
Gasoline	16.5 cents	14.5 cents

The rate of gasoline tax on other products is unchanged, as follows:

Product	Current Gasoline Tax Rate
Diesel	16.5 cents
Propane	7.0 cents
Aviation Fuel	2.5 cents
Marine Fuel	3.5 cents

A gasoline tax credit amount for gasoline will result since a higher gasoline tax rate will have been paid by retailers on inventory held at November 7, 2020, than the gasoline tax rates the retailers will charge their end consumers on sales after November 6, 2020. The gasoline tax credit amounts should be reported on the *Gasoline and Carbon Products Inventory Return*. The calculated credit amount should be netted against the carbon tax amounts due, reducing the overall balance due.

Failure to submit the inventory return by December 21, 2020 will result in the imposition of a \$100 late filing penalty and may result in the assessment of a penalty equal to the tax that should have been submitted.

Further information regarding this change may be obtained by contacting:

Department of Finance Tax Administration Division P.O. Box 8720 St. John's, NL A1B 4K1	Phone: (709) 729-6297 Toll Free: 1-877-729-6376 Fax: (709) 729-2856 Email: taxadmin@gov.nl.ca
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Disclaimer: This bulletin is prepared as a guideline and for interpretation of the statutes. Where a conflict between the bulletin and statutes arise, the statutes will take precedence.