

# Information Notice

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## INFORMATION FOR BUSINESSES OPERATING IN LLOYDMINSTER, SASKATCHEWAN

*Changes to this notice are indicated by a (I) in the margins.*

### PROVINCIAL SALES TAX

The Provincial Sales Tax (PST) is a 6 per cent tax applied to the purchase, rental or importation of most goods and certain services in Saskatchewan. Businesses located in Lloydminster, Saskatchewan are subject to the same licensing, registration and tax return requirements as other businesses located in Saskatchewan.

Due to its unique geographic location, there are specific tax rules in place to help facilitate retail sales within the city of Lloydminster, Saskatchewan.

### GENERAL APPLICATION OF PST

With the exception of vehicles, lodging, telecommunication services and electricity for commercial users, businesses are not required to collect PST on sales to individuals or businesses when the goods are shipped to or picked up in Lloydminster, Saskatchewan and are intended for use or consumption within the city limits.

PST applies to taxable insurance premiums with an effective date on or after August 1, 2017 as outlined in Information Bulletin [PST-73 Information for Vendors of Insurance Contracts](#). There is no exemption for insurance contracts in Lloydminster, Saskatchewan.

### BUSINESSES IN LLOYDMINSTER, SASKATCHEWAN

Businesses located within Lloydminster, Saskatchewan are not required to account for PST on goods, fixed assets or services for their own business use with the exception of those outlined above and those for use outside the city limits.

Assets used outside the city limits are subject to PST using the methods for non-resident contractors outlined in Information Bulletin [PST-38, Information for Non-Resident Real Property and Service Contractors](#).

Vendors are required to collect PST on all taxable goods and services delivered to customers located in Saskatchewan, outside Lloydminster.

### CONSTRUCTION PROJECTS IN LLOYDMINSTER, SASKATCHEWAN

PST does not apply to construction materials or services related to the construction, such as architectural, engineering and real estate commissions, for projects within the city limits of Lloydminster, Saskatchewan.

Non-resident contractors located outside the city of Lloydminster are required to pay PST on equipment, vehicles and tools brought into Lloydminster, Saskatchewan for use in these projects as outlined in Information Bulletin [PST-38, Information for Non-Resident Real Property and Service Contractors](#).

**Note:** Businesses located in the Alberta side of Lloydminster are required to pay PST on road use vehicles that are brought into Saskatchewan for use in a construction project on the Saskatchewan side of Lloydminster, using one of the available methods for calculation of the tax.

### **LIQUOR CONSUMPTION TAX**

Beer, wine and spirits purchased at a retail sale for consumption in Lloydminster, at licensed establishments such as bars and restaurants, including off-sale, are not subject to the Liquor Consumption Tax (LCT).

Sales of beer, wine and spirits at retail liquor stores located in Lloydminster, Saskatchewan are also exempt from LCT.

For further information regarding LCT, please see Information Bulletin [LCT-1, The Liquor Consumption Tax](#).

### **VAPOUR PRODUCTS TAX**

Effective September 1, 2021, Vapour Products Tax (VPT) at the rate of 20% applies 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 (outside the city limits of Lloydminster). Vapour products sold after this date will no longer be subject to PST. **Either VPT or PST applies, not both.**

Unlike PST and LCT, there is no exemption from VPT within the city of Lloydminster, Saskatchewan.

All vendors of vapour products are required to be registered with the Ministry of Finance as a VPT Licensed Vendor for the purpose of collecting and remitting VPT at 20% on taxable sales.

This licence is in addition to the PST Vendor's Licence required for PST taxable sales. A separate return must be completed to report and remit the VPT collected.

Vapour products taxable at 20% under *The Vapour Products Tax Act* include:

- E-cigarettes and other vaping devices
- Cartridges, parts and accessories for these devices
- E-substances (vaping substances)

For further information regarding products subject to VPT, please refer to Information Bulletin [VPT-1, Vapour Products Tax](#).

**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](mailto:sasktaxinfo@gov.sk.ca)

Internet: Tax bulletins, forms and information are available at [www.sets.saskatchewan.ca/taxinfo](http://www.sets.saskatchewan.ca/taxinfo).  
Government website: [Saskatchewan.ca](http://Saskatchewan.ca)