Title	Instructions for the reporting of non-taxable and exempt fuel sales for fuel distributors
Overview	This bulletin provides guidance on the correct reporting of fuel oil sales on Schedules 3, 4, 5, and 6 of the Generic Fuel Tax Return.
Legislation or Regulation	*Fuel Oil Tax Act Section 4* *Fuel Oil Tax Regulations* Section 1
Definitions	"Non-taxable fuel" means fuel oil that has been set at a fuel oil tax rate of zero (0) dollars per litre such as heating fuel and liquified petroleum gas (LPG) "Exempt fuel" means fuel oil sold to a valid tax-exempt permit holder at a rate of zero (0) dollars per litre that would otherwise be subject to fuel oil tax, such as diesel, gasoline, aviation gasoline, jet fuel, and liquid natural gas (LNG) "Tax-exempt permit" means a permit issued under the Fuel Oil Tax Act whereby a person is authorized to purchase fuel oil exempt from Yukon fuel oil tax. This permit is issued for eligible commercial activities and the use of stationary generators "Export" means the transfer of fuel oil from Yukon to another jurisdiction, whether the fuel is taxable or non-taxable. It does not include the fuel sales occurring within Yukon "Disposition" means the transfer of fuel oil within the jurisdiction from one licensed fuel distributor to another licensed collector, whether the fuel oil is taxable or non-taxable. A disposition does not constitute a fuel sale to an end purchaser and is distinct from the reporting of fuel sales "Fuel sales" refers to the sale of taxable or non-taxable fuel oil within the jurisdiction to a licensed fuel vendor for resale to consumers or to a holder of a valid tax-exempt permit. Fuel sales do not include exports and dispositions.

Requirements

Effective January 2027, licensed fuel distributors must report fuel transactions as follows:

Schedule 3 – Exports

- Report on all exports of fuel oil from Yukon.

Schedule 4 – Dispositions

- Report on all oil fuel dispositions to other distributors.

Schedule 5 – Exempt Sales

- Report on fuel oil sales to valid tax-exempt permit holders issued for eligible commercial activities and the use of stationary generators. Do not report heating fuel and LPG on this Schedule, even if sold to a tax-exempt permit holder.

Schedule 6 – "Breakdown of All Sales"

- Report on ALL fuel sales within Yukon including the following:
  - sales to all licensed fuel vendors; including distributor's own fuel vendor(s) separated per location, and sales to exempt permit holders as reported in Schedule 5;
  - sales for distributor's own consumption;
  - sales of heating fuel;
  - sales of LPG.

Line 12 of the summary pages FTD-TAX and FTG-TAX should equal total Schedule 6 less Schedule 5.

For further details, fuel distributors can refer to the guidelines on completing the fuel tax return on the website.

For further information contact:

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The information in this bulletin is for your convenience and guidance and is not a replacement for the legislation. The Act and regulations are found on our website at: https://laws.yukon.ca/cms/legislation-by-title