

## INSTRUCTIONS

Completion of this Certificate of Exemption entitles persons who are not registered as vendors under the *Social Service Tax Act* to purchase the items or taxable services listed on the certificate without payment of tax provided that:

- the items or taxable services are purchased for resale, or
- the items purchased will become part of tangible personal property which will be resold, or
- the items purchased will become part of a prototype, if the prototype is a result of research and development activities that are aimed at developing new or improved products or processes. A prototype means the first full-scale functional form of a new type or a new construction of tangible personal property, or
- the penstock equipment is prescribed as exempt under section 15.1 of the regulations to the Act and will become part of a penstock piping system for a hydroelectric power plant validly licensed under the *Water Act*, or
- the qualifying energy efficient furnace, boiler or heat pump (including major components integral to a heat pump system) is prescribed as exempt under section 3.20 (2) of the regulations to the Act and will be used for residential purposes (for example, for installation in a residential dwelling).

The completed certificate **must be retained by the seller** to substantiate the non-collection of social service tax on the sale. Future sales of the *same items or taxable services as listed on this certificate to the same purchaser* may be made without collection of tax on the strength of this certificate.

If you have any questions about this form or how the *Social Service Tax Act* applies, please call **604 660-4524** (Vancouver) or your local Consumer Taxation Branch office.

Information is also available on the internet: [www.rev.gov.bc.ca/ctb](http://www.rev.gov.bc.ca/ctb)

### WARNING

Where it can be established that a false statement was made which resulted in the non-payment of tax due, the *Social Service Tax Act* imposes a penalty of 25% of the tax due, in addition to an assessment for the tax which should have been paid.

#### ***Freedom of Information and Protection of Privacy Act (FIPPA)***

The personal information requested is collected under the authority of and used for the purpose of administering the *Social Service Tax Act*. Questions about how the *FIPPA* applies to this personal information can be directed to the general inquiry line at 604 660-4524 in Vancouver, or toll-free at 1 877 388-4440 elsewhere in Canada, or in writing to Revenue Programs Division, Suite 800 - 360 West Georgia Street, Vancouver BC V6B 6B2.