

Tax Information

Bulletin 5110

Bulletin: 5110
Date: June 24, 2020 (Effective September 15, 2020)
Subject: **Notice of Amendments to the Revenue Act— Tax Rates on Vaping Products**

As recently announced, effective 12:01 am, September 15, 2020 there will be taxation on the sale of Vaping Products. This means you must prepare to make all necessary changes to your billing and invoice systems.

Tax Rates on Vaping Products

Effective September 15, 2020 every consumer shall pay tax at the rate of:

For vaping substance that is a liquid	\$0.50 per milliliter
For vaping substance that is a solid	\$0.50 per gram
For vaping devices other than vaping packages	20% of the manufacturer's or importer's suggested retail selling price
For vaping packages, the greater of	20% of the manufacturer's or importer's suggested retail selling price, and \$0.50 per milliliter or gram of the included vaping substance

Any product that is subject to the coordinated cannabis duty under the *Coordinated Cannabis Taxation Agreement* or that is subject to Tobacco tax under Part III of the *Revenue Act* is excluded from the above tax rates on vaping products.

Harmonized Sales Tax (HST)

The Vaping Products Tax will be included for the purposes of calculating the HST. For clarity, the HST is applied after the Vaping Products Tax.