

BULLETIN



To: Liquor Suppliers, Agents, and Partners
From: Supply Chain and Finance
Date: December 06, 2024
RE: Applying the Goods and Services Tax break on Purchase Orders

The Government of Canada is providing a break on Goods and Services Tax (GST) from December 14, 2024, to end of day February 15, 2025, on many products handled by private distributors and Manitoba Liquor & Lotteries (MBLL). Please familiarize yourself on how this tax break impacts your operations using information provided by the Government of Canada and your financial service providers.

Eligible Products

- Beer and malt beverages.
- Wine, cider, and sake (including fortified) that are 22.9% alcohol by volume (ABV) or less.
- Spirit coolers and premixed liquor that are 7% ABV or less.

Products in the spirits category and coolers over 7% ABV are **not** GST exempt.

On December 6, 2024, MBLL will post a full list of affected products on mbllpartners.ca. We will regularly update the list to reflect new and delisted products.

Exemption rules

The federal exemption specifies that product must be both received and paid for during the eligibility period. Issuing or receiving an invoice does **not** constitute payment.

MBLL will not remit GST for privately distributed products **received by the commercial customer and paid for** within the exemption period.

MBLL will not remit GST for products we distribute, that are **received at our warehouse and paid for** within the exemption period.

Adjustments after December 14, 2024

Any purchase orders issued before December 14, 2024, but remaining open as of that date, will have GST removed. No revised purchase order will be issued to suppliers in these situations.

Adjustments after February 15, 2025

When we near the end of the exemption period, some purchase orders may have payment terms that extend past February 15, 2025. If payment is made after this date, GST will apply on these orders and MBLL will make a payment adjustment.

For questions on purchase order or sales order payment, please contact accounting@mbll.ca.