

Woodlot Economics

Property Tax Refund Program

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Property Tax Refund Program

- * This is not what it says it is.....your property taxes are not refunded...
- * It is rather an incentive program for good forest practices which refunds your silviculture efforts and woodlot improvements up to 85% of the property tax burden in a given year.
- * You pay your property and school taxes, and you also pay your silviculture costs.

Property Tax Refund Program

Steps to follow:

- *Forester's Report
- *Provincial Income Tax Report
 - *Annexe E, part C
 - *Follow up on residual investments
 - *Follow the Claim Chart

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QFP Questions fréquemment posées FAQ

Q: Eligibility.....one single claim form or a claim for each tax assesment ?

A: Yes... only one claim form.... Yes you can join in several tax assessments Yes you can claim property taxes and school taxes . Check the eligibility of each and every lot on your assessment units and make sure that those lots have an active management plan and you have a Quebec Woodlot Owner Status....at least one day in the fiscal year.

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QFP Questions fréquemment posées FAQ

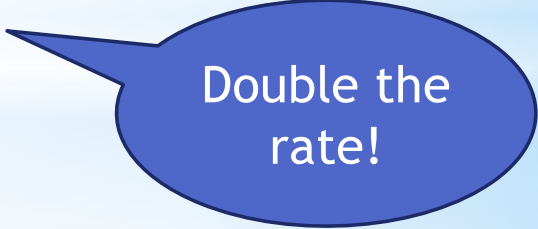
Q: How? What? When? Is the refund taxable?

A: I file a claim for silviculture investments of the past years (2022 and before) on my income tax report 2022 in April 2023. I receive the refund in June 2023 and I declare that refund as a revenue with my income tax report 2023 when I file in April 2024.

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Frequently Asked Questions

- * Q: The claim chart has asterisks *
- * Asterisks refer to a choice offered to the taxpayer Rather than claim a set rate in the « Annex ».....you can claim larger amounts (up to double the set rate) based on the third party invoice. ...under certain conditions.
- * Ex: Rate = \$1,200 or Rate \$1,200*
Invoice = \$1,000.....Claim = \$1,200
- * Invoice = \$1,600Claim = \$1,600
- * Invoice = \$3,000.....Claim = \$2,400



Double the rate!

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Frequently Asked Questions

- * Q: Include GST and QST? ?
- * Yes... No.... Use the rate set in the Annex The rate is the rate
- * Yes.... When your claim is based on a third party invoice with tax added.
- * No... if the taxpayer is registered to GST and QST....and has already claimed his tax expense.
- * No double dipping !!!!



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Frequently Asked Questions

- * Q: If I sell the woodlot, can the investments and claims be tranfered to the buyer?
- * No....Non....No

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Q: Conditions

- * Woodlot Owner Status
- * Registered lots with Registration Bureau
- * Tax assessments municipality and school board
- * File claim and keep track of residual amounts
- * 10 years to claim
- * Professional forester's report
- * No Double Dipping ... PRTF ou PMVFP or agriculture tax refund

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- * Q: PRTF and /or PMVFP ?
- * YES.....Complementarity....but
- * Separate funding for technical services and operations
- * No Double dipping !!!!

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* Q8: Can you benefit from the PRTF and PMVFP ?

Possibilities	PMVFP		PRTF	
	Agency Rates		Regulations Rates	
	Technical	Execution	Technical	Execution
1	X			X
2		X	X	
3			X	X
4	X	X		

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* Q8: PRTF or PMVFP road invoicing 1km \$1,500

Possibilities	PMVFP		PRTF	
	Agency Rates		Regulations Rates	
	Technical	Execution	Technical	Execution
1	500			2013*
2		1000	855*	
3			855*	2013*
4	500	1000		

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* Q8: Road invoice of \$4,000 for 1.5 Km

Possibilities	PMVFP		PRTF	
	Agency Rates		Regulations Rates	
	Technical	Execution	Technical	Execution
1	500			4000
2		1000	1282	
3			1282	4000
4	500	1000		

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* Q8: PRTF or PMVFP for culvert invoice of \$1,100

Possibilités	PMVFP		PRTF	
Possibilities	PMVFP		PRTF	
	Agency Rates		Regulations Rates	
1	100			1128*
2		300	479	
3			479	1128*
4	100	300		

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* Q8: PRTF or PMVFP for culvert invoice of \$4,000

Possibilities	PMVFP		PRTF	
	Agency Rates		Regulations Rates	
	Technique	Exécution	Technique	Exécution
1	100			2256
2		300	882	
3			882	2256
4	100	300		

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- * Q: If the investment is for an assessment unit, can I file a claim for a different assessment unit?
- * Yes.... Same woodlot owner and taxpayer.



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Date des images satellite : 8/5/2004 45°50'36.10"N 76°43'10.03"O élév. 110 m altitude 8.9

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Q: I file an income tax report but I have no tax to pay. Am I eligible for a refund ?

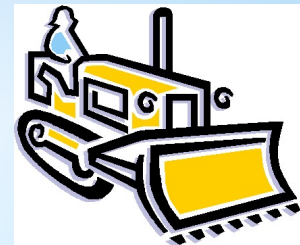
***Yes.**

***The PRTF refund is a refundable credit !!!!**

Property Tax Refund Program

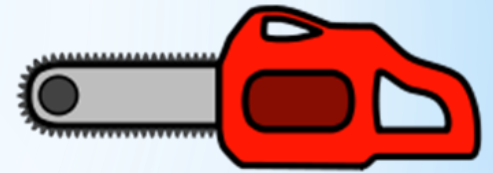
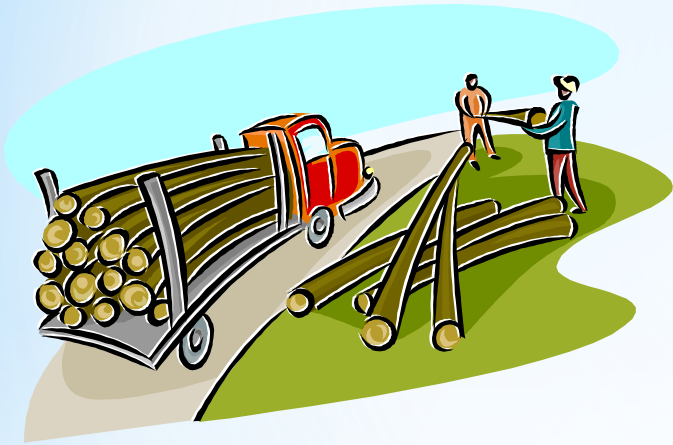
Case Study:

- * Combined taxes for a registered producer are 1000\$ and he invested 3000\$ of roadwork in 2022. He claims 850\$ in his 2022 tax report. He have a residual amount 2150\$. He gets a refund of 850\$ in 2023 that he declare as a revenue in 2023. His tax bracket is 50%. He pays 100\$ to his professional forester to provide a PRTF form, inspect his roadwork, check the invoice and sign the report. He pays 100\$ to his accountant to figure out the program, to file the claim, collect the documents, and keep track of the residual amount for next year.
- * What is the net amount \$\$\$ left?



PRTF or Agriculture Rebate Tax Program

- * My property tax assessment is 800\$. My farm is covered with fields and forests. I rent the farm portion to a local farmer who harvests the hay fields and thus makes me eligible for the agriculture status. The farmer has to register all the land that he farms for agriculture status. He does the paperwork. The MAPAQ pays the municipality (70%) 560\$. The municipality invoices me for the difference 240\$ annually.
- * No declarations to do, no claims on my part. No income tax to pay on that subsidy.



Questions?

