

Agency

ELECTION FOR GST/HST REPORTING PERIOD

Use this form if you want to change your goods and services tax/harmonized sales tax (GST/HST) reporting period. For more information, see the back of this form.

To change your reporting period, send this completed form to your tax services office or call us at 1-800-959-5525. You can find the address at www.cra.gc.ca/tso or by calling us.

Part A – Identification																				
Name											Bus	iness N	Number			I	RT	I	I	I
Trading name (if different from name)																				
Contact person							Tele	Telephone number												
										_		-	-							
Part B – Eligibility																				
Step 1	Indicate your current reporting period. Monthly							Qua	Quarterly Annual											
	Note If you are a charity, you can elect to use the reporting period of your choice. Go to Part C.																			
Step 2	Indicate the fiscal year immediately before the fiscal year Year Month Day Year Month Day in which this election will become effective.								y											
Step 3	Step 3 Calculate your threshold amount for this election using revenues for the fiscal year indicated in Step 2. Use the calculation on the back of this form to determine your threshold amount. \$																			
Step 4 Indicate the threshold amount that applies to your business. This will provide you with the reporting period options available to you.																				
		Threshold amount Reporting period options available							ble											
		\$1,500,000 or less				Annual, quarterly, or monthly														
					500,000 000,000		t		(Quarte	rly or ı	nonth	ly							
			More	than \$6,	,000,000					ſ	Monthl	у								
Part C -	- Election and	Certific	ation																	
I meet the eligibility requirements and elect to use the following GST/HST reporting period: Monthly Quarterly Annual																				
Effective date of election: Year Month Day Before entering this date, carefully read the information on the back of this form. I I I																				
I,, certify that the information given on this form is, to the best of my knowledge, true, (print name) correct, and complete in every respect, and that I am the registrant or that I am authorized to sign on behalf of the registrant.																				
Signature	of registrant or auth	thorized pe	erson												Y	'ear		Month	ר D	Day
Privacy Act,	Personal Information	Bank numb	per CRA PI	PU 080																

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GENERAL INFORMATION

GST/HST reporting periods

As a GST/HST registrant, the reporting period you use determines how often you prepare and send us your GST/HST returns. When you become a registrant, you can select, based on your threshold amount, one of the optional reporting periods. If you do not select a reporting period, we assign you the reporting period that requires the least frequent filing of GST/HST returns available for your threshold amount. For example, if your threshold amount is \$1,500,000 or less, we will assign you an annual reporting period. The reporting period assigned to you will remain as your filing period until you make an election to change it, or until your threshold amount exceeds the maximum for that reporting period.

Your reporting period applies to all branches or divisions you may have.

Who can change their reporting period?

You can make an election to change your reporting period if the reporting period you choose is an available option based on your threshold amount.

If you are a charity, you can make an election to change your reporting period regardless of your threshold amount. For these purposes, charity means a registered charity for income tax purposes or a registered Canadian amateur athletic association, but does not include such organizations as schools, colleges, hospitals, or municipalities.

If you are an eligible listed financial institution, you can make an election for monthly or quarterly reporting. However, once you make an election to report quarterly or monthly, you cannot revert back to an annual reporting period unless you meet the threshold amount for annual filing.

If you are a resident of a specified province (British Columbia or Ontario), you can make an election to change your reporting period before your next reporting fiscal quarter. To qualify, you must be a resident of that specified province immediately before July 1, 2010.

What you need to know before you choose annual filing

A consequence of filing annually is that, in addition to filing your GST/HST return, you may be required to make quarterly instalment payments.

- If your net tax was \$3,000 or more in your immediately preceding fiscal year, you have to send us an instalment payment within one month after the end of each fiscal quarter of your current fiscal year.
- If, in your first year as an annual filer, your reporting period is less than a full fiscal year, you need to prorate your net tax so that you can estimate your net tax for the following fiscal year (your second year of filing). If the estimated amount for the following year is \$3,000 or more, you have to send us quarterly instalment payments (as described above) in your second fiscal year.

In both of these cases, the instalment payments will equal 1/4 of your estimated annual net tax. The GST/HST return you file at the end of your fiscal year will reconcile your instalment payments with your total annual net tax.

If you have an annual GST/HST reporting period and your net tax was less than \$3,000 in your preceding fiscal year, you do not have to make instalment payments the following fiscal year.

Effective date

Once you make an election, your reporting period will take effect on:

- the day you become a registrant;
- the first day of your fiscal year, if you are already a registrant;
- the first day of a fiscal quarter, if your election for annual filing ceases to be valid on the first day of that quarter (for example, you exceed the \$1,500,000 threshold amount in your second or third quarter) and you are electing to file monthly instead of quarterly; or
- the first day of any fiscal quarter that begins before July 1, 2011, if you are a resident of a specified province (British Columbia or Ontario).

Submitting your election

If you are electing to change from quarterly to annual filing, file your election no later than three months after the beginning of the fiscal year in which the election is to take effect.

In all other cases, file your election no later than two months after the day the election is to take effect.

If you are a new registrant, make an election to change your reporting period on or before the effective date of your GST/HST registration when the election is to take effect on that day.

What to include in your threshold amount calculation

When calculating your threshold amount to determine your reporting period, include your annual taxable sales and revenues, including zero-rated sales and services made in Canada.

If you have **associates**, also include the annual taxable sales of your associates in the calculation of your total annual taxable sales. You are considered to be associated if you meet any of the following conditions:

- If you are a corporation, you and another corporation are associated if you are associated for income tax purposes.
- If you are a business other than a corporation, you and a corporation are associated if you control the corporation, or you are a member of a group that controls the corporation, and each member of that group is associated with each other member.
- Your business is associated with a partnership if the total of your share and the shares of all your associates is more than half of the total of the partnership's profits.
- Your business is associated with a trust if the total value of your interest, and all your associates' interests in the trust, is more than half the total value of all interests in the trust.
- Your business is associated with any person if you are each associated with the same third person.

Threshold amount calculation

Use the following calculation to determine your threshold amount for a fiscal year.

Enter your total taxable sales a to you or that became due) for preceding fiscal year. Do not in collected as GST/HST or provi	your immediately include amounts	s	(1)			
Less: Amounts included on line	e 1 that are for:					
Goodwill	\$	(2)				
Financial services		(3)				
Sales of capital real property		(4)				
Zero-rated exports		(5)				
Supplies made outside Canada	a	(6)				
Add: Lines 2 through line 6			(7)			
Line 1 minus line 7			(8)			
Line 8 divided by the number of days in that fiscal year						
Line 9 multiplied by 365	\$	(10)				
Note	e amount on line 1	10 is your threshold				

If you have no associates, the amount on line 10 is your threshold amount for the fiscal year. If you have associates, the above calculation has to be repeated for each associate using the preceding fiscal year-end of the associate that ends on or before your last fiscal year-end. The line 10 total for all associates has to be added to your line 10 total to get your threshold amount for the current fiscal year.

Duration of election

The reporting period election remains in effect until:

- · an election for a different reporting period takes effect; or
- your threshold amount for the fiscal year or a particular fiscal quarter in that year exceeds the maximum for the reporting period you have elected (this does not apply to charities).