



TECHNICAL ADVISORY

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This advisory relates to the Change in Taxable Period arising from the Increased GCT Threshold

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TAXPAYER AUDIT & ASSESSMENT DEPARTMENT

Values – PARTIES - Professionalism; Accountability; Respect; Teamwork; Integrity; Excellence; Service-oriented

Legislative references:

All references are to the GCT Act, 1991 unless otherwise stated.

- Section 2 and Regulation 6

General

All registered taxpayers are required to furnish a GCT return for each taxable period. A taxable period is that period over which the taxpayer is allowed to account for supplies made or received.

Currently there are two taxable periods, monthly or bi-monthly.

A taxable period shall be:

- One calendar month in respect of a registered taxpayer whose taxable supplies are of gross annual value of \$1,000,000.00 or more; or
- Two calendar months in respect of a registered taxpayer whose taxable supplies are of gross annual value of less than \$1,000,000.00

Effective May 1, 2005 the GCT threshold increased from \$300,000.00 to \$1,000,000.00 per annum.

This increase in the threshold will require all registered taxpayers to file their GCT returns monthly.

Registered Taxpayers who currently file bi-monthly returns will therefore have the taxable period changed to monthly.

Change in taxable periods

Taxpayers with taxable period July 1, 2005 to August 31, 2005 (bi-monthly):

Taxpayers with the above period are being asked to file their last bi-monthly return for the above period by September 2005. Transactions for September 2005 would be captured under the monthly taxable period depicted as September 1, 2005 to September 30, 2005. This return is due by October 31, 2005.

Taxpayers with taxable period June 1, 2005 to July 31, 2005:

Taxpayers with the above period are being asked to file their last bi-monthly return for the above period by August 2005. Transactions for August 2005 would be captured under the monthly taxable period depicted as August 1, 2005 to August 31, 2005. This return is due by September 30, 2005.