

### Reading Questions – Chapter 8 – Remitting GST/HST

1. What are the three categories at which GST/HST is charged? Give an example of each. \_\_\_\_\_

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2. If you have annual sales of less than \_\_\_\_\_ you are not required to collect GST/HST. If your income is \_\_\_\_\_ or less you must file once a year. If annual sales are over the second threshold but \_\_\_\_\_ or less you must file quarterly. Above the 3<sup>rd</sup> threshold you must file \_\_\_\_\_.

3. Monthly and quarterly GST/HST filers have \_\_\_\_\_ month(s), while yearly filers have \_\_\_\_\_ month(s) to file their GST/HST returns.

4. Lines 104 and 107 of the GST/HST return deal with adjustments. What is the normal source of these adjustments? \_\_\_\_\_

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5. What are the three ways that a GST/HST form can be remitted to the CRA?

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6. What is the recommended way of handling GST-ITC remittance in the Cash Payments Journal? \_\_\_\_\_

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\_\_\_\_\_

7. If you have no GST/HST to submit or refund to claim do you still have to file a return?

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8. If a customer gets a discount for paying early is the GST/HST calculated on the original or the lowered price? \_\_\_\_\_

**Reading Exercise:** Read over the section on the Quick Method and the Simplified Method of calculating GST/HST.

**Practice Exercise:** Do Exercises #1, 3 and 4 for practice and check it against the answer key.

**Hand-In Exercise:** Complete Exercise #2 and hand it in to your instructor for marking.