

BPM

Canada New GST/HST Registration Requirements

Current GST/HST Rules



- **Registration:** Every person who makes a taxable supply in Canada is required to register except where the person is a small supplier (\$30K threshold) or is a non-resident who does not carry on business in Canada.
- **Sales:** Once registered, GST/HST applies on all sales of taxable goods and services made in Canada to all consumers or businesses.
- **Compliance:** Registered supplier has to charge, collect and remit the tax to the Canada Revenue Agency (CRA). Returns are to be filed.
- **Importation:** GST is payable at the border on commercial importations of goods into Canada and must be remitted to the Canada Border Services Agency (CBSA). HST, QST and PST payable on non-commercial importations.
- No GST is payable to CBSA upon “importation” of services or intangible.

New GST/HST Registration Rules for Foreign Vendors and Digital Platforms (July 1, 2021)

1. Cross-border digital products and services such as online music streaming or traditional services to Canadian consumers (i.e. purchasers who are not registered for GST/HST).
2. Goods that are delivered or made available to purchasers in Canada, including goods that are located in fulfillment warehouse in Canada (“qualifying sales of goods”). *Exception: goods shipped by mail or courier from outside of Canada.*
3. All platform-based short-term rental accommodation (less than one month and more than \$20 per day) supplied in Canada to consumers.

New GST/HST registration as of July 1, 2021

Digital products and services/short term accommodation:

- Registration threshold: \$30K to consumers over a 12-month period
- Simplified online registration and remittances
- GST/HST applies to B2C sales only

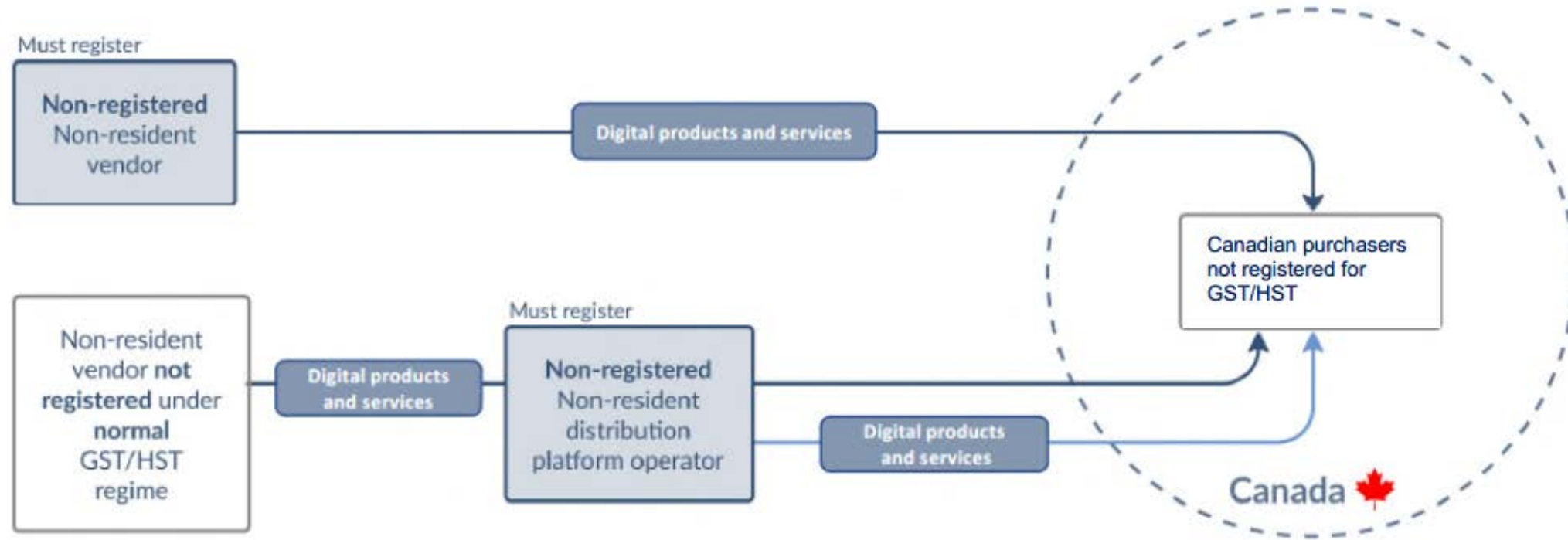
Sales of qualifying goods:

- Registration threshold: \$30K to consumers over a 12 month-period
- Registration under the normal regime
- Once registered, GST/HST applies to B2B or B2C

Who Must Register for GST/HST

Cross-border digital products and services

Who must register for GST/HST



Who Must Register for GST/HST

Sale of goods located in Canada

Who must register for GST/HST

