

# **JANUARY 1, 2008 REDUCTION IN GST RATE TO 5%**

Effective January 1, 2008 GST charged on products and services is reduced to 5%

## **TIMING**

Invoices dated after January 1, 2008 will have the new rate even if they pertain to services rendered prior to that date.

## **QUICK METHOD**

For Gross Billings under \$30,000 after January 1, 2008, the remittance will change to **2.6% of Gross Billings including GST.**

For Gross Billings over \$30,000 after January 1, 2008, the calculation will change to **3.6% of the Gross Billings including GST.**

## **EXPENSE REIMBURSEMENTS**

Employers who are registered for GST and who reimburse their employees for automobile mileage will be entitled to 4/104 of the mileage reimbursed.

See RC4058 for full brochure on Quick Method of Accounting.