



City of
Kelowna

HST

Council June 14, 2010

Genelle Davidson, Financial Services



WHAT IS THE RULE OF APPLICATION?

- ▶ The GST tax basis is to be used as the general rule to apply the HST
 - ▶ i.e. If the good or service was GST taxable then the HST will apply

SALES OF GOODS & SERVICES

▶ Exempt Sales

- ▶ Municipal transit services
- ▶ Municipal water distribution systems
- ▶ Municipal sewer distribution or drainage
- ▶ Garbage and recyclable material collection
- ▶ Snow plowing
- ▶ Signage
- ▶ Law enforcement and fire protection
- ▶ Library services
- ▶ Registration and licenses

SALES OF GOODS & SERVICES

- ▶ Taxable Sales
 - ▶ Program Fees
 - ▶ Recreation Memberships
 - ▶ Parking
 - ▶ Road Use Permits
 - ▶ Facility Rental
 - ▶ Misc. Development Services
 - ▶ Misc. Cemetery Services

IMPACT ON REVENUES & CUSTOMERS

- ▶ Revenues
 - ▶ Neutral as 100% tax collected is remitted
- ▶ Customers
 - ▶ 7% additional cost