



## Sales Tax Rates and Simplified Factors

Effective April 1, 2021

<u>Province/ Territory</u>	<u>GST/HST Rate</u>	<u>PST Rate</u>	<u>GST/HST Factor for Reimb.</u>	<u>GST/HST Factor for Allow.</u>	<u>RITC Factor</u>	<u>QST Rate</u>	<u>QST Factor for Reimb.</u>	<u>QST Factor for Allow.</u>
BC	5%	7%	4/104	5/105	N/A	N/A	N/A	N/A
AB	5%	N/A	4/104	5/105	N/A	N/A	N/A	N/A
SK <sup>1</sup>	5%	6%	4/104	5/105	N/A	N/A	N/A	N/A
MB <sup>2</sup>	5%	7%	4/104	5/105	N/A	N/A	N/A	N/A
ON	13%	N/A	12/112	13/113	N/A <sup>3</sup>	N/A	N/A	N/A
QC <sup>4</sup>	5%	N/A	4/104	5/105	N/A	9.975%	9/109	9.975/109.975
NB <sup>5</sup>	15%	N/A	14/114	15/115	N/A	N/A	N/A	N/A
NS	15%	N/A	14/114	15/115	N/A	N/A	N/A	N/A
NL <sup>5</sup>	15%	N/A	14/114	15/115	N/A	N/A	N/A	N/A
PE <sup>6</sup>	15%	N/A	14/114	15/115	N/A <sup>7</sup>	N/A	N/A	N/A
YT,NT,NU	5%	N/A	4/104	5/105	N/A	N/A	N/A	N/A

<sup>1</sup> Saskatchewan has increased its PST rate to 6%, effective March 23, 2017.

<sup>2</sup> Manitoba has decreased its PST rate to 7% from 8%, effective July 1, 2019. A rate decrease from 7% to 6% scheduled for July 1, 2020 was deferred indefinitely.

<sup>3</sup> As part of the three year phase-out, the recapture rate for Ontario (ON) decreased from 25% of 8/13, or 2/13, to nil, effective July 1, 2018. Previously, the rates were 100% of 8/13, from July 1, 2010 to June 30, 2015, 75% of 8/13, or 6/13, effective July 1, 2015, 50% of 8/13, or 4/13, effective July 1, 2016, and 25% of 8/13, or 2/13, effective July 1, 2017. The applicable RITC factor is generally based on the earlier of the invoice date or the payment date. For employee reimbursements and allowances, the applicable recapture rate is based on the day the employee is paid.

<sup>4</sup> QST factors may be applied to the reimbursement of expenses or an allowance paid to employees. They are applied similar to the GST/HST factors, and were subject to the ITR restrictions for large businesses. Effective January 1, 2021, the ITR restrictions for large businesses were completely phased-out and full ITRs became available to the restricted expenses. As part of the three year phase-out, 75% of the QST was eligible to be claimed as an ITR on restricted expenses, effective January 1, 2020. Previously, 50% of the QST was eligible to be claimed as an ITR on restricted expenses, effective January 1, 2019, and 25% of the QST was eligible to be claimed as an ITR on restricted expenses, effective January 1, 2018. The ITR available is generally based on the earlier of the invoice date or the payment date. For employee reimbursements and allowances, the ITR available is based on the day the employee is paid.

<sup>5</sup> New Brunswick and Newfoundland and Labrador increased their HST rates to 15%, effective July 1, 2016. The applicable factors are adjusted accordingly.

<sup>6</sup> Prince Edward Island has increased its HST rate to 15%, effective October 1, 2016. The applicable factors have been adjusted accordingly.

<sup>7</sup> As part of the three year phase-out, the recapture rate for Prince Edward Island (PE) decreased from 25% of 10/15, or 2.5/15, to nil, effective April 1, 2021. Previously, the rates were 100% of 10/15, from April 1, 2013 to March 31, 2018, 75% of 10/15, or 7.5/15, effective April 1, 2018, 50% of 10/15, or 5/15, effective April 1, 2019, and 25% of 10/15, or 2.5/15, effective April 1, 2020. The applicable RITC factor is generally based on the earlier of the invoice date or the payment date. For employee reimbursements and allowances, the applicable recapture rate is based on the day the employee is paid.