



Protected B when completed

**Election or Revocation of an Election Pursuant to Subsection 217.2(1) of the *Excise Tax Act***

This form is for financial institutions that are qualifying taxpayers **resident in Canada** and that wish to make the election, pursuant to subsection 217.2(1) of the *Excise Tax Act* (ETA), to determine the GST/HST provided for under paragraphs 218.01(a) and 218.1(1.2)(a) applicable to internal and external charges for a specified year. Financial institutions that make this election must determine and pay the GST/HST on the total of all amounts, each of which is an internal or external charge for each specified year during which the election is in effect. If a financial institution makes this election for the GST/HST, it must also determine and pay the QST applicable to the total internal and external charges.

To make the election, complete parts A, B, C and E.

This form can also be used to revoke a previous election. To do so, complete parts A, D and E.

For information, see page 2 of this form.

GST/HST account number	Québec enterprise number (NEQ)	Identification number	File
R T			T Q

**A Information about the financial institution**

Name or trade name (if different than name)			
Mailing address	City	Postal code	
Contact person	Title	Area code	Telephone
		Extension	

**B Eligibility**

The financial institution can only make this election if you answer **Yes** to the following two questions.

Is the financial institution resident in Canada? .....  Yes  No

Is the financial institution a qualifying taxpayer? (See the definition on page 2.) .....  Yes  No

**C Election**

Complete this part to make the election under subsection 217.2(1) of the ETA to determine the GST/HST applicable to the total internal and external charges for each specified year.

The financial institution elects to determine, for each specified year, the GST/HST calculated on the total internal and external charges, in accordance with paragraphs 218.01(a) and 218.1(1.2)(a) of the ETA.

Is subparagraph 217.1(4)(a)(iii) of the ETA to apply in all cases in determining internal charges for all specified years during which the election is in effect? .....  Yes  No

Enter the first day of the specified year for which this election is to become effective. ....

**Note:** This election must remain in effect for a period of at least two years. If the financial institution previously revoked such an election, the effective date of the revocation must be at least two years before the effective date of the new election.

**D Revocation**

Complete this part to revoke a previous election.

The financial institution revokes the election made under subsection 217.2(1) of the ETA.

Enter the first day of the specified year for which this election is to be revoked. ....

**Note:** The effective date of the revocation must be at least two years after the effective date of the election. Further to a revocation, the financial institution must wait at least two years before a new election can be made.



## E Certification

I certify that the information given on this form is, to the best of my knowledge, accurate and complete. I am a person authorized to sign on behalf of the financial institution named in Part A. I understand that the election must remain in effect for a period of at least two years, unless the financial institution no longer meets the eligibility requirements. I also understand that, once this election is revoked, the financial institution must wait at least two years before it can make such an election again.

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Last name and first name of the authorized person

Signature

Title

Date

Personal information with respect to the GST/HST is collected under the *Excise Tax Act* to administer tax, rebates, and elections. It may also be used for any purpose related to the administration or enforcement of the Act such as audit, compliance and the payment of debts owed to the Crown. It may be shared or verified with other federal, provincial/territorial government institutions to the extent authorized by law. Failure to provide this information may result in interest payable, penalties or other actions. Under the *Privacy Act*, individuals have the right to access their personal information and request correction if there are errors or omissions. Refer to Info Source at [canada.ca/cra-info-source](http://canada.ca/cra-info-source), Personal Information Bank CRA PPU 241.

## General information

### Definitions

#### Qualifying taxpayer

A person is a qualifying taxpayer throughout a specified year if, at any time in the year:

- the person is a financial institution; and
- the person, as applicable:
  - is resident in Canada,
  - has a qualifying establishment in Canada,
  - carries on, engages in or conducts an activity in Canada, where a majority of the persons having beneficial ownership of the person's property in Canada are resident in Canada, or
  - is a prescribed person or a person of a prescribed class.

#### Effect of the election

Under the import rules, financial institutions that are qualifying taxpayers must, for each specified year, pay the GST/HST calculated on any qualifying consideration that is greater than zero. However, instead of calculating the GST/HST payable on the qualifying consideration, a financial institution that makes the election under subsection 217.2(1) of the ETA must calculate, for each specified year during which the election is in effect, the GST/HST payable on the total of all amounts, each of which is an internal or external charge for the specified year that is greater than zero.

Under the *Act respecting the Québec sales tax* (AQST), no such election can be made. However, in accordance with section 26.3 of the AQST, once a financial institution has made the election under the ETA, it must calculate the QST payable on the internal and external charges that were incurred for activities it carried out in Québec.

#### How long does the election remain in effect?

The election remains in effect until the financial institution revokes it or ceases to be eligible. Once the financial institution makes the election, it cannot revoke it for at least two years after it becomes effective.

#### How do I make the election?

To make the election, complete parts A, B, C and E of this form and file it with Revenu Québec on or before the deadline for filing the return concerning the tax payable for the first specified year.

#### How do I revoke the election?

To revoke an election, complete parts A, D and E of this form and file it with Revenu Québec before the beginning of the specified year. Once the financial institution revokes the election, it cannot make the election again for at least two years after the date on which the revocation became effective.

#### For more information

See GST/HST technical information bulletin B-095, *The Self-assessment Provisions of Section 218.01 and Subsections 218.1(1.2) for Financial Institutions (Import Rules)*, available at [canada.ca/taxes](http://canada.ca/taxes).

#### Where do I send the form?

Send the form to Revenu Québec at one of the following addresses:

- 3800, rue de Marly, Québec (Québec) G1X 4A5
- C. P. 3000, succursale Place-Desjardins, Montréal (Québec) H5B 1A4

