



## **HORNBY ISLAND SHORT TERM RENTAL ASSOCIATION - RESOURCES**

### **TAX INFORMATION**

Depending on your usage you may, or may not, need to collect and remit taxes on your rental income. For example, your management company or Airbnb may automatically collect and remit PST for you. However, you may need to collect and remit GST and/or PST yourself if you handle your own bookings and fall above certain thresholds of revenue. The CVRD does not currently collect a Municipal and Regional District Tax (MRDT) on Hornby Island.

Some basic thresholds: if you collect more than \$2,500 in revenue per year, you should be collecting and remitting PST. If you collect more than \$30,000 in revenue per year, you should also be collecting and remitting GST.

#### **The most valuable resource for your unique situation is the advice of an accountant.**

Declaring your revenue on your personal taxes has many advantages, which can be explained by your tax professional. Collection of taxes and subsequent remittance is a simple process that can be done online, intermittently, with just a few clicks. Knowing which taxes to collect, and the easiest way to file and pay them, can be explained via a simple consultation with your tax professional.

Information links:

Starting a Business

<https://www.canada.ca/en/services/business/start.html>

Business Tax (GST)

<https://www.canada.ca/en/services/business/taxes.html>

Provincial Tax (PST/MRDT)

<https://www2.gov.bc.ca/gov/content/taxes/sales-taxes/pst>