

At 08:33 AM 2015-08-21, Colleen Lawrie wrote:

Hi Taco;

Yes you are correct. Income is calculated based on the remuneration received for providing the service. The remuneration does not need to be in the form of a cash payment, but can be barter. The tax (income and HST) consequences are the same whether it is a cash transaction or not.

I look forward to talking to you in October. Please do not hesitate to contact me if you have any additional questions or concerns.

Colleen

Colleen M. Lawrie, CPA, CA, CFP
Wilkinson & Company LLP

From: Kingcord [mailto:info@kingcord.com]
Sent: August 20, 2015 3:32 PM
To: Colleen Lawrie
Subject: 20 Questions & 2015 audit

Hi Colleen,

Thanks for the copy of 20 Fiduciary Duty questions. I've put a link to it on our website and it's been useful to me.

We will be doing an audit again, for the 2015 FY, so I will be contacting you shortly after September 30 to set that up. At our upcoming AGM we will also propose the same for the 2016 FY.

In the meantime, we have been having a discussion at the board about barter. I looked up the CRA treatment of it in **IT-490** which seems to suggest that if we traditionally get paid for a service but give it away "free" to certain people in exchange for another service, it should still be considered as income. In that case, HST would be due on that income, which I've paid. Was that correct?

Kind regards,

Taco Meuter, Treasurer
Kingston Tennis Club