

between *caisses populaires* and credit unions with like institutions that form part of a federation.

75. That no self-supply rule be enacted for financial institutions.
76. That all supplies made by a property and casualty appraiser or adjuster who performs all of his or her services for one or more property and casualty insurance companies be treated as an exempt supply.
77. That supplies of financial services made under contracts entered into before January 1, 1991 not be zero-rated.

## **Chapter 12: Transition**

78. That the Government allow as an option an actual physical stock taking within a reasonable period, perhaps 3 to 6 months, before or after the implementation date, with reliance on normal books and records (or previous year's averages) to estimate physical inventory as of December 31, 1990. In claiming rebates of federal sales tax in inventory, a business be allowed:
  - (a) to reduce its net GST remittances for periods ending on or before April 30, 1991 by an aggregate amount not exceeding its federal sales tax rebate entitlement: and
  - (b) after April 30, 1991, to claim a cash refund for the balance, if any, of the federal sales tax rebate, with interest on such amount to be paid on any amount not paid within 21 days from the date the rebate claim is received.
79. That registrants who on January 1, 1991 hold inventories of non-commercial properties (including unregistered condominiums, and properties subject to an agreement of purchase and sale) receive a rebate of federal sales tax, based on their work in progress records and the estimated federal sales tax content per square foot, allowable only against net GST remittances under the new system.
80. That the lease of goods that were subject to federal sales tax pursuant to a lease entered into before January 1, 1991, be treated as an exempt supply until December 31, 1993.

## **Chapter 13: Other Operational Aspects**

81. That individual partners be permitted to claim input tax credits with respect to partnership expenses on either a monthly or quarterly basis.
82. That individuals, who in the course of their employment earn commission income and who meet all the conditions of application of paragraph 8(1)(f) of the *Income Tax Act*, be treated as independent agents for the purpose of their entitlement to input tax credits for taxes paid on the purchase of any property