

Canada Revenue Agency interest rates for the fourth calendar quarter

September 8, 2004

Areas of Interest: Federal Income Tax, GST/HST, Excise/Customs,

Canada Revenue Agency interest rates for the fourth calendar quarter

Ottawa, September 8, 2004... The Canada Revenue Agency (CRA) today announced the prescribed annual interest rates that will apply to any amounts owed to the CRA and to any amounts the CRA owes to individuals and corporations. These rates are calculated **quarterly** in accordance with applicable legislation and will be in effect from **October 1, 2004, to December 31, 2004**.

Income tax

- The interest rate charged on overdue taxes, Canada Pension Plan contributions, and Employment Insurance Premiums will be 7%.
- The interest rate paid on overpayments will be 5%.
- The interest rate used to calculate taxable benefits for employees and shareholders from interest-free and low-interest loans will be 3%.

Other taxes

The interest rate on overdue and overpaid remittances for the following taxes will be:

Tax & Duty	Overdue remittances	Overpaid re
Goods and Services Tax	2.3870%	2.3870%
Harmonized Sales Tax	2.3870%	2.3870%
Air Travellers Security Charge	2.3870%	2.3870%
Excise Tax (non GST)	7%	5%
Excise Duty (for periods ending after 2003-06-30, except	7%	5%

Brewer Licensees)		
Excise Duty (for periods ending prior to 2003-07-01 and Brewer Licensees)	5%	5%

To receive notification by email when news releases are added to our Web site, you can subscribe to our electronic mailing list.

Updated: 2004-09-08