**Sales Taxes Tutorial Questions**

\*Watch the tutorial at: <http://jeffboulton.ca/BAF%203M1%20Note%20-%20Sales%20Taxes.swf> and answer the following questions.

1. What is the Provincial tax (PST) rate?
2. What is the Federal tax (GST) rate?
3. What happened in 2010 to the two taxes?
4. Sales taxes collected are a(n) \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ (expense, asset, liability)? Meaning they belong to the \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_.
5. What do the flashing figures (of $100) have in common? They’re \_\_\_\_\_\_\_\_\_\_\_\_.
6. So the ticket price is always the value of \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ (that’s what the business keeps).
7. When a business purchases things, what do they get back?
8. What account has been created to account for that and what account is it like?
9. What is a contra account/why is it a contra account?
10. To record transactions for sales taxes, you need a 2nd contra account. What was the first?
11. What is the contra account and what account is it married to? Together, what do they determine?
12. What kind of account is HST Recoverable? HST Payable?
13. Recoverable only when\_\_\_\_\_\_\_\_\_\_\_\_ and payable only when \_\_\_\_\_\_\_\_\_\_\_\_.