

# GST Direct Payment Program

[coleintl.com](http://coleintl.com)

## GST payments made easy

Managing cash flow is crucial to success for any business. That's why Cole International offers our customers GST Direct Payment – a program whose month-end payment cycle enhances importers' ability to manage cash flow and payables related to imports. The program also reduces accounting paperwork and offers the convenience of a single monthly GST remittance.

The billing period is identical to Cole International's K84 accounting period. A K84 statement is an invoice from Canada Border Security Agency (CBSA) for duty and taxes payable. Under the GST Direct Payment program, you pay Cole International the duty and tax payable on your imports at the same time Cole International must pay CBSA.

The K84 accounting period is from the 25th of the current month to the 24th of the following month. All transactions within this period are due to CBSA by the last business day of the month. For example, transactions that occur on the 26th of the current month are not due until the last business day of the following month. On the next business day after the K84 period ends, Cole International will send you a K84 End of Month Statement for all transactions due and payable for the current K84 period.

You will also receive a consolidated GST statement that will indicate (by day) the invoice transaction number, purchase order number and GST payable per the release transaction.

## Benefits

- Extends average payment terms of Cole International invoices from 21 to 30 days and avoids banking charges or interest on past-due invoices
- Creates an opportunity to enhance cash flow through logistics scheduling, as large dollar amounts scheduled to the beginning of the K84 period are not due until the end of the K84 period (for example, a shipment entered on October 26 will not be due for GST payment until November 30)
- No credit limit restrictions in regards to GST payable
- Enables the scheduling of payments, ensuring a smoother interaction between the importer's payables department and Cole International
- Can greatly reduce the costs of administrative work
- Monthly K84 Summary Report assists in the completion of the GST Input Tax Credit (ITC), as the ITC may be calculated easily based on one summary total per month as opposed to an accumulation of invoices (The same GST figure paid off the K84 statement may be submitted for the ITC)
- GST Direct Payment simplifies the processes of a GST audit (as the K84 is a government-generated statement that supports compliance and provides an effective audit trail)



For more information please contact your Account Representative.

 **Cole**  
International®