

## Consumer Taxes

TVQ. 162-2                      **Fee Charged for Analyzing the Eligibility for a Grant or Subsidy**

Date of publication:        **November 30, 2000**

Reference(s):                *An Act respecting the Québec sales tax* (R.S.Q., c. T-0.1), section 162

This bulletin discusses how the *Act respecting the Québec sales tax* (the “Act”) applies to a fee charged for analyzing the eligibility for a grant or subsidy.

### THE SITUATION

1. At times, a government or municipality, a commission or other organization established by a government or a municipality charges a fee for analyzing a person’s file at the time of an original application for a grant or subsidy or any subsequent application for renewal.

### APPLICATION OF THE ACT

2. The fee charged for analyzing the eligibility for a grant or subsidy constitutes consideration for the supply of a taxable service.

3. In fact, the supply of a service consisting in analyzing one’s eligibility for a grant or subsidy is not an exempt supply provided for in section 162 of the Act, nor is it an exempt supply under any other provision of the Act.