

How the January 1, 2008 GST Rate Change Affects LawyerDoneDeal Web Based Systems: RealtiPlusWeb, RealtyOnlineWeb and RealtyBuilderSales

Due to the GST rate change to 5% effective January 1, 2008, LawyerDoneDeal has changed our programs in several areas: the calculation of purchase price consideration, GST and GST Rebate, the GST on Tarion, the GST on real estate commission, the GST on search fees and the GST on legal fees on account as well as disbursements subject to GST. The descriptions below detail the changes.

- **GST on Sale Price: Calculation of Consideration, GST and GST Rebate**

If a transaction is closing on or after January 1, 2008 and the contract date is on or after October 31, 2007, the GST rate of 5% will take effect.

- **Tarion Fees (Ontario Only)**

If the contract date is on or after October 31, 2007 and the closing date is on or after January 1, 2008, the Tarion fee will include 5% GST.

- **Municipal Search Fees, Brokers' Commissions, Legal Fees on Account, Disbursements Subject to GST**

GST on search fees, brokers' commissions, legal fees and disbursements subject to GST will be calculated at 5% when the closing date is January 1, 2008 or later. The GST percentage will be revised to print the appropriate rate where applicable.

Note that for files you created when GST was originally calculated at 6%, go to the screens that involve GST calculations to refresh the calculation. We recommend that for files created prior to January 1, 2008, where calculations may have already been done, you review the GST amounts to ensure that they are correct before printing and issuing documents involving GST.

- **RealtiPLUSWeb, RealtyOnlineWeb and RealtyBuilderSales Usage Fees on Account Screens and Documents**

If the closing date is on or after January 1, 2008, the GST on the usage fees will be 5%.

- **TitlePLUS Usage Fees on Account Screens and Account Documents**

If the closing date is on or after January 1, 2008, the GST on the usage fees will be 5%.

GST on LawyerDoneDeal Transaction Fees on the LDD Account Statement on all Internet Applications

The Account Statement that prints LDD Transactions for your firm's accounting records will show GST of 6% on all files which closed prior to January 1, 2008, and GST of 5% on all files which are closing on or after January 1, 2008.

GST on LawyerDoneDeal Corp. Custom Programming and Letterhead Work

Custom programming and letterhead work done by LawyerDoneDeal completed on or after January 1, 2008 will have GST of 5%.