

Twelve things to settle before your year-end

For incorporated Canadian cloud and hosting providers. Rules current to 9 October 2026.

- ☐ **Check two dates on every asset**
When it was acquired, and when it became available for use. ITA 13(26).
- ☐ **Take the 100% write-off while it lasts**
Class 44, 46, 50 acquired after 15 Apr 2024 and in use before 2027.
- ☐ **Do not apply the half-year rule**
The reinstated incentive gives 3x the normal first-year amount to 2029.
- ☐ **Put network gear in Class 46**
Class 52 has been closed since February 2011 and takes no additions.
- ☐ **Record the commissioning date**
From a change ticket or monitoring history, beside the invoice date.
- ☐ **Deduct idle capacity now**
Power and bandwidth on unsold racks. There is no matching requirement.
- ☐ **Keep fit-outs in Class 13**
Leasehold improvements are outside the immediate expensing measure.
- ☐ **Schedule the prepaid amounts**
Committed bandwidth and support contracts, by month of benefit. ITA 18(9).
- ☐ **Zero-rate exported services**
Schedule VI Part V. You keep the input tax credits either way.
- ☐ **Split Reg 105 from Part XIII**
15% on services in Canada; 25% on royalties and rents, treaty-reduced.
- ☐ **File through Corporation Internet Filing**
NETFILE is for individuals. E-filing is mandatory under 150.1(2.1).
- ☐ **Pay the balance at two months**
Not with the return. ITA 157(1)(b), or three for an eligible CCPC.

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