



BRITISH COLUMBIA INSTITUTE OF TECHNOLOGY

Course Outline Part A

School of Business
Program: Financial Management
Option: Finance

FMGT 3410
Taxation 1

Hours/Week:	4	Total Hours:	52	Term/Level:	3
Lecture:	2	Total Weeks:	13	Credits:	
Seminar:	2				

Instructor:	Office Phone:	Office Location:
Ralph Gioia B.A., C.A.	451-6841	SE6 318

Prerequisites		FMGT 3410 is a Prerequisite for:	
Course No.	Course Name:	Course No.	Course Name
FMGT 2100/2105	Accounting 2	FMGT 4410	Taxation 2

Course Goals

1. Locate and interpret information from the Income Tax Act.
2. Learn, apply and understand the purpose of the basic rules concerning the topics on the lecture outline.
3. Become aware of the possible tax consequences of contemplated and actual business transactions.

Course Description

The course will examine the major income categories and applicable rules; determine who is subject to tax in Canada and the basis on which Canada levies income tax.

Evaluation

Final Examination	40%
Mid-term Exam	40
Quizzes	10
Seminar Participation	<u>10</u>
TOTAL	100%

Course Outcomes and Sub-Outcomes:

Upon successful completion of this course, the student will be able to:

1. Identify some of the criteria for being a resident of Canada and recognize some of the consequences of residency.
2. Use a variety of sources of tax information.
3. Identify the main sources of income for tax purposes and identify exempt types of income.
4. Recognize the main differences between taxation rules and GAAP when dealing with capital assets, income inclusions and deductions.
5. Calculate CCA and recognize basic tax planning possibilities.
6. Identify some specific kinds of losses and limitations on their deductibility.

7. Recognize and apply the general rules used to determine the valuations used for "cost" and "expenses" for tax purposes.
 8. Identify and employ basic tax savings or deferral decisions.
 9. Appreciate the general rules dealing with the GST.
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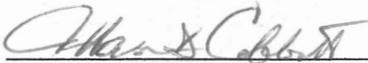
FMGT 3410 Seminars

1. The participation mark will be affected both by your attendance and your contribution during the two-hour seminars. *If your instructor does not approve your absence*, for each absence you will lose the opportunity to earn 2 of the 10 marks allocated for participation.
2. There will be a maximum of 2 quizzes. You will be allowed to use your **Income Tax Act** to answer questions on one of the quizzes.
3. You will be allowed to use your **Income Tax Act** to answer all exam questions. You may annotate your **Income Tax Act** and it may be "*tabbed*" as indicated by your instructor. (*Each student must have his or her own copy of the Income Tax Act.*)

Course Record

Developed by: Ralph Gioia B.A., C.A. Date: August 30, 1999
Instructor Name and Department (signature)

Revised by: Ralph Gioia B.A., C.A. Date: August 13, 2000
Instructor Name and Department (signature)

Approved by:  Start Date: Sept. 2000
Associate Dean/Program Head (signature)

Effective Date

September 2000

Text(s) and Equipment

Required:

1. *Canadian Tax Principles, 2000-2001 Edition, Prentice Hall Canada Inc.*
 2. *Canadian Income Tax Act with Regulations*
C.C.H. current edition
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Reference/Recommended:

These materials are available within the BCIT Library:

- Interpretation Bulletins
 - Information Circulars
 - CCH Tax Reporter
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Week of	Chapter	Topic: <i>To be read in advance of lecture.</i>	Seminar: <i>Assignment Problems</i>	Week of
Sept.7	1	Introduction to Federal Taxation in Canada	One-1, -3,-8	Sept.11-15
Sept.11, 14	2	Procedures and Administration	Two-1, -2, -4, -5, -6, -8	Sept.18-22
Sept. 18, 21	3	Liability for Tax	Three-1, -2, -4, -5, -8, -10	Sept.25-29
Sept.25, 28	4	Goods and Services Tax	Four-2, -3, -4, -6	Oct. 2-6
Oct.2, 5, 12	5	Income or Loss from Office or Employment	<i>Review</i>	Oct.10-13
Oct.16-20		Mid-term Exam: Chapter 1 - 4		
Oct.23, 26	6	Retirement Savings and Other Special Income Arrangements	Five-1, -2, -3, -6, -8	Oct.23-27
Oct.30, Nov.2, 6	7	Income or Loss From a Business	Six-1, -3, -6, -7	Oct.30-Nov.3
Nov.9,16, 20,23	8	Capital Cost Allowance and Cumulative Eligible Capital	Seven-2, -4, -7, -10, -11	Nov.6-10
Nov.27		Review	Eight-1, -2, -3, -5	Nov.14-17
			Eight-8, -9, -10	Nov.20-24
			<i>Review</i>	Nov.27-Dec.1

This outline may be altered at the discretion of the instructor.