



BRITISH COLUMBIA INSTITUTE OF TECHNOLOGY

Course Outline **Part A**

Business  
Program: Continuing Education  
Option:

**FMGT 3430**  
**Tax and Financial Planning**

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<b>Hours/Week:</b>	3	<b>Total Hours:</b>	36	<b>Term/Level:</b>
<b>Lecture:</b>		<b>Total Weeks:</b>	12	<b>Credits:</b>
<b>Lab:</b>				
<b>Other:</b>				

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**Prerequisites**

**FMGT 3430 is a Prerequisite for:**

<b>Course No.</b>	<b>Course Name:</b>
FMGT 1152	Accounting for the Manager (or equivalent)

<b>Course No.</b>	<b>Course Name</b>
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**Course Goals**

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**Course Description**

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**Evaluation**

Final Examination	50%
Mid-term Examination	<u>50%</u>
TOTAL	100%

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### Course Outcomes and Sub-Outcomes

Upon successful completion of this course, the student should:

1. be able to identify the different sources of income for tax purposes and have a basic understanding of the tax ramifications of receiving such income,
  2. be able to distinguish between tax deductible expenses and those that are not tax deductible,
  3. have a basic understanding of the tax system (i.e., tax rate integration, filing requirements, payment requirements, (re)assessments).
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### Course Record

Developed by: \_\_\_\_\_ Date: \_\_\_\_\_  
Instructor Name and Department (signature)

Revised by: \_\_\_\_\_ Date: \_\_\_\_\_  
Instructor Name and Department (signature)

Approved by: \_\_\_\_\_ Start Date: \_\_\_\_\_  
Associate Dean (signature)



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Business  
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**Effective Date**

April 2000 (Spring/Summer term)

**Instructor(s)**

Office No.:  
Fax No.:

Phone:  
Email:

**Text(s) and Equipment**

**Required:**

"Tax Principles to Remember" - CICA, current edition  
"Canadian Income Tax Act with Regulations" - CCH, current edition (or equivalent)

**Reference Texts:**

(Available in the BCIT library)

- Interpretation Bulletins
- Information Circulars
- CCH Tax Reporter

(Not available in the BCIT library)

CCH Preparing Your Personal Tax Returns

**Course Notes (Policies and Procedures)**

1. ALL OUTLINES, SCHEDULES AND MARK ALLOCATIONS ARE SUBJECT TO CHANGE.
2. This course outline may assist you in the future to receive credit for all or part of a course from another post-secondary institution or from a professional program. It is strongly recommended that you keep this course outline in a safe place for future reference.
3. CHEATING, PLAGIARISM AND DISHONESTY: "Acts of cheating, plagiarism and dishonesty are not tolerated; the degree of punitive action may range from a written warning to withdrawal from the program. These penalties may also be applied to student who knowingly contribute to the act of dishonesty, cheating and plagiarism." (Refer to the current BCIT Calendar.)
4. Programmable calculators and calculators with alphabetic capability will not be allowed in exams.

Class/ Number	Outcome/Material Covered	Reference/ Reading
1	Introduction <ul style="list-style-type: none"> <li>• Structure of Income Tax Act</li> <li>• Residency for tax purposes</li> </ul>	Chapter 1 and 2
2	Computation of Employment Income and Other Income <ul style="list-style-type: none"> <li>• Income from employment</li> <li>• Taxable benefits</li> <li>• Non-taxable benefits</li> <li>• Deductions from employment income</li> <li>• Other income and deductions</li> </ul>	Chapter 3 and 4
3	Computation of Other Income <ul style="list-style-type: none"> <li>• Registered Retirement Savings Plan</li> <li>• Other income sources and expenses</li> </ul>	Chapter 4
4	Computation of Income from a Business <ul style="list-style-type: none"> <li>• Business income vs. Property income</li> <li>• Business income vs. Employment income</li> <li>• Business income vs. Capital gains</li> <li>• Deductions from Business income</li> </ul>	Chapter 5 and 6
5	Capital Cost Allowance and Cumulative Eligible Capital <ul style="list-style-type: none"> <li>• Capital Cost Allowance System</li> <li>• Goodwill and other Nothings</li> </ul>	Chapter 7
6	<b>MID-TERM EXAM - Chapters 1-6</b>  Capital Cost Allowance <ul style="list-style-type: none"> <li>• Rental property restrictions</li> <li>• Replacement property rules</li> </ul>	Chapter 7
7	Income from Property <ul style="list-style-type: none"> <li>• Interest Accrual</li> <li>• Dividend Income</li> <li>• Income attribution</li> <li>• Benefits to shareholders</li> </ul>	Chapter 8
8	Capital Gains; Losses <ul style="list-style-type: none"> <li>• Non-arm's length transactions</li> <li>• V-day values</li> <li>• Superficial losses</li> <li>• Identical properties</li> </ul>	Chapter 9

Class/ Number	Outcome/Material Covered	Reference/ Reading
9	Capital Gains; Losses <ul style="list-style-type: none"><li>• Capital gains reserves</li><li>• Principal residences and rental income</li><li>• Allowable business investment losses</li><li>• Election re: Canadian Securities</li></ul>	Chapter 9
10	Computation of Taxable Income Computation of Tax for Individuals	Selected readings from Chapters 11,12 and 13
11	Computation of Tax for Corporations and Trusts	Selected readings from: Chapters 14, 15 and 17
12	<b>FINAL EXAM</b>	