



SEP 05 2003

BRITISH COLUMBIA INSTITUTE OF TECHNOLOGY

Course Outline **Part A**

School of Business  
Program: Financial Management  
Option: accounting

**FMGT 4410**  
**Taxation 2**

<b>Hours/Week:</b>	4	<b>Total Hours:</b>	80	<b>Term/Level:</b>	4
<b>Lecture:</b>	2	<b>Total Weeks:</b>	20	<b>Credits:</b>	
<b>Seminar:</b>	2				

<b>Instructor:</b>	<i>H.B. Yackness</i>	<b>Office Phone:</b>	451-6761	<b>Office Location:</b>	SE6 343
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<b>Prerequisites</b>		<b>FMGT 4410 is a Prerequisite for:</b>	
<b>Course No.</b>	<b>Course Name:</b>	<b>Course No.</b>	<b>Course Name</b>
FMGT 3410	Taxation 1		

**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 include the determination of net income and taxable income for Canadian taxpayers and the preparation of their tax returns (Individuals, Trusts, Corporations); and basic tax planning strategies for a variety of taxpayers.

**Evaluation**

Final Examination	35%
In-Term Examinations	55
Computer assignment	5
Seminar Participation	<u>5</u>
<b>TOTAL</b>	<b>100%</b>

**Course Outcomes and Sub-Outcomes:**

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

1. Calculate tax payable for individuals, corporations and trusts.
2. Understand some of the basic rules dealing with specialized topics such as estate freezes, corporate wind-ups and various rollover procedures allowed by the Tax Act.
3. Have an appreciation of basic tax planning strategies such as owner/manager remuneration for private corporations etc.
4. Prepare basic tax returns for individuals, corporations and trusts.

## FMGT 4410 Seminars and Quizzes

The participation mark will be affected both by your attendance and your contribution during the two-hour seminars. For each absence you will lose the opportunity to earn 1 of the 5 marks allocated for participation. Absence must be either approved by the instructor in advance, or covered by valid medical documentation.

Quizzes will be given at the beginning of the seminar. There is no opportunity to make up a missed quiz.

### Course Record

Developed by: H. B. Yackness Date: December 2002  
Instructor Name and Department (signature)

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

Approved by: T. Edwards Date: Dec 13/02  
Associate Dean/Program Head (signature)

### Effective Date

*January 2003*

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### Text(s) and Equipment

#### Required:

1. *Canadian Tax Principles, 2002-2003 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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Timetable for chapter coverage, assignments and quizzes is on the last page.

## STUDENT INFORMATION ON POLICIES AND PROCEDURES

**COURSE OUTLINES:** 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 this course outline be safely filed for future reference.

**EXAMINATIONS:** Recently there has been a greater tendency for students to miss scheduled examinations. Students who miss examinations often request that they be allowed to write make-up examinations. This is often unfair to those who wrote the scheduled examination and time-consuming for the instructor who is asked to prepare alternative examinations.

In an effort to be consistent within Financial Management, the Department has adopted the following policy to deal with mid-term and final examinations.

It is imperative that students write examinations on either the scheduled day per the course outline or the date and time as determined by the Registrar during the formal examination periods. Please make a note of the following Departmental policy: Subject to circumstances outlined in point 2, a student who fails to write an examination on the scheduled date and time will receive a zero on that examination.

Other than in emergency situations, a student must provide his/her instructor with a reason acceptable to the instructor for missing an examination at least 24 hours prior to the scheduled time of the examination. Should such notice be given and should the reason be acceptable to the instructor, the student may, subject to the discretion of the instructor, be permitted to either write an alternative examination or have an agrotat mark established. It is the student's responsibility to contact the instructor by phone, fax, e-mail, etc.

It is impossible to list every acceptable reason. However, for greater certainty, reasons such as being unprepared or having too many other examinations in the same week will not be accepted. Written documentation, i.e., doctor's notes, will be required in all cases of missed examinations.

**Instructors are asked to promptly notify the program head or the academic coordinator of any student who misses an examination together with any supporting documentation.**

**PHOTO IDENTIFICATION:** To write exams, students are required to produce photo-identification at examination centres. Photo identification must be placed on the desk before an exam will be issued to the student and must remain in view on the desk while writing the exam for inspection by invigilators. Students should bring a BCIT OneCard or alternatively two pieces of identification, one of which must be government photo I.D. such as a drivers license.

**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 a student who knowingly contributes to the act of dishonesty, cheating and plagiarism. (Refer to the current BCIT Calendar.)

Programmable calculators and calculators with alphabetic capability **will not be allowed** in exams. English language dictionaries **will be allowed** in exams provided they are presented to the exam invigilator prior to the exam.

2003

Fmgt. 4410, lecture and seminar schedules

Lectures			Seminars			
Date	Ch	Topic	Date	ch	#	qz
Jan. 6,9,13,16,20	9	Capital Gains and Capital Losses	Jan 6-10	ER	1	
			Jan.13-17	9	2	
			Jan. 20-24	9	3	
			Jan. 27-31	9	4	
Jan. 23,27,30	10	NAL transactions & attribution rules	Feb. 3-7	10	5	C 9
Feb. 3,6,10,13	11	Property income, other income & deductions	Feb. 10-14	11	6	10
			Feb. 17-21	11	7	
Feb. 17,20,24	12	Individual taxable income	Feb. 24-28	12	8	11
Feb. 27	13	Individual tax payable				
<b>Mar. 3-7</b>		<b>Exam week- Chapters 9-12</b>	<b>None</b>			
<b>Mar. 10-14</b>		<b>Midterm break</b>	<b>None</b>			
			March 17-21	ER	9	
Mar. 17,20	13	Individual tax payable	March 24-28	13	10	
Mar. 24,27,31	14	Corporate taxable income & tax payable	Mar. 31-Apr.4	14	11	13
April 3,7			April 7-11	14	12	
April 10,14	15	Corporate surplus and distributions	Apr. 14-18	15	13	14
April 17, 24, 28	19	Trust & Estates	Apr. 21-May 2	19	14	15
May 1,5	16	Corporate tax & management dec.	May 5-8	16	15	
	17	Section 85 Rollovers		17		
May 8		Review				

This outline may be varied by announcement in lectures in advance of the scheduled date.