Business Administration

Course Number:	**BUAD 369**
Course Title:	**CANADIAN INCOME TAX II**
Credits:	3
Calendar Description:	This course builds upon topics introduced in BUAD 208. It explores tax treatment of complex transactions with respect to various sources of taxable income, tax planning for small business, calculation of tax liability and integration of the tax system. Both corporate and personal taxes are examined.
Semester and Year:	**Fall 2015**
Prerequisite(s):	BUAD 208
Corequisite(s):	No
Prerequisite to:	No
Final Exam:	Yes
Hours per week:	4
Graduation Requirement:	Elective - BBA, Accounting Specialty area Elective - Diploma, Accounting option
Substitutable Courses:	No
Transfer Credit:	CA, CGA, CMA, CPA
Special Notes:	Students with credit for BUAD 281 cannot take BUAD 369 for further credit.
Development Date:	April 2003
Revision Date:	January 2009

Chair's Approval:

Professors

Name	Phone	Office	Email
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Learning Outcomes

Upon completion of this course students will be able to

- calculate GST/HST implications of various transactions.
- calculate taxable income for an individual in non-routine situations.
- calculate income taxes payable for a corporation in routine situations.
- prepare individual and corporate income tax returns using professional tax preparation software.
- advise on tax consequences of different management compensation structures.

Course Objectives

This course will cover the following content:

- GST/HST
- Tax implications of stock options on employment income and taxable income
- Implications of CEC dispositions on net income
- CCA and capital gain implications of replacement property
- The capital gain/loss implications of non-arms transactions, deemed dispositions, foreign currency transactions and reserves
- Taxable income for individuals that have losses and a capital gain deduction
- Taxable income and tax payable for corporations
- Taxation of corporate investment income
- Corporate taxation and management decisions
- Procedures and administration

Evaluation Procedure

Team Work & Assignments	10%
Mid-term Exams #1 and #2	45%
Final Exam	45%
Total	100%

Notes

Term Work

Students will use Profile software to complete four tax returns. Students will be required to hand in assigned problems. Both must be completed in a timely manner. The professor will advise you as to the due dates for these assignments.

Use of Moodle in this Course

We will be using the Moodle site in this course. It is used for posting course notes, assignment solutions, and emailing the professor. Students are expected to access the website for course notes - printed and read prior to coming to class. There is no time in class for copying down class material.

Assignments

- Required reading is listed in this outline. Students are expected to keep a copy of the outline in a safe place and to refer to it throughout the semester.
- Students are expected to read the required readings BEFORE each lecture.
- Term work that is not submitted by the posted due date will be assigned a mark of zero, unless a medical certificate is filed with the professor.

Allowable Supplementary Material

Students will be allowed supplementary material, a fact sheet, for mid-term and final exams. The fact sheet can be written or word-processed on 8.5 x 11 paper only, either one double sided or two single sided pages.

No fold-outs or attachments to the fact sheet will be allowed. Students are expected to prepare their own fact sheets to use as reference material. The selection, extraction and condensation of supplementary material for your own use will help to reinforce learning. Use of another student's material, while not prohibited, will not be of the same value as preparing your own fact sheets.

Exams

- The final exam is cumulative
- **Students must pass the final exam to pass BUAD 369**
- OC Policies for exams are published in the online OC calendar. Students are expected to write exams at the scheduled times and dates. Medical certificate or other supporting documentation is required for approval of out-of-time exams.

Required Texts/Resources

Canadian Tax Principles, 2015-2016 Edition, Byrd & Chen, Pearson Education Prentice Hall

Course Schedule

Date		Topic	Textbook
Week of:		Tues. Sept 8 College-wide Orientation Day Wed. Sept 9 Classes begin Mon. Oct 12 Thanksgiving Day – no classes Wed. Nov 11 Remembrance Day – no classes Thur. Dec 10 Last day of regularly scheduled classes	
Sept	7	GST/HST	Ch 21
	14	GST/HST Loans to Employees, Stock Options Calculation of taxable income, individuals Home Relocation Loan Cumulative Eligible Capital	Ch 21 Ch 3 (3-152 to 3-157) (3-163 to 3-182) Ch 4 (4-9 to 4-12) Ch 5 (5-84 to 5-114)
	21	Review Reconciliation to Income for Tax Purposes Review Reconciliation to Income for Tax Purposes Thin Capitalization Automobile Ownership and Leasing Specific Deductions, Special Business Income Situations	Ch 6 (6-1 to 6-173) Ch 6 (6-1 to 6-173) Ch 8 (8-42 to 8-71, 8-93 to 8-168)
	28	Capital Gains and Losses - Application of Rules Capital Gains and Losses - Application of Rules	Ch 8 (8-42 to 8-71, 8-93 to 8-168)
Oct	5	Mid-term #1 (Chapters 21, 3, 5 & 6) Non Arms-Length Transactions	 Ch 9 (9-141 to 9-185)
	12	Taxable Income and Tax Payable for Individuals Revisited	Ch 11
	19	Taxable Income and Tax Payable for Individuals Revisited Taxable Income and Taxes Payable for Corporations	Ch 11 Ch 12
	26	Taxable Income and Taxes Payable for Corporations	Ch 12
Nov	2	Taxation of Corporate Investment Income Mid-term #2 (Chapters 8, 9, 11 & 12)	Ch 13
	9	Taxation of Corporate Investment Income	Ch 13
	16	Taxation of Corporate Investment Income Corporate Taxation and Management Decisions	Ch 13 Ch 15
	23	Corporate Taxation and Management Decisions	Ch 15
	30	Other Issues In Corporate Taxation	Ch 14 (14-1 to 69; 14-74 to 14-113)
Dec	7	Other Issues In Corporate Taxation Procedures and Administration	Ch 14 (14-1 to 69; 14-74 to 14-113 Ch 2
		Final Review	
Dec	12 - 22	Final Exam Period	

SKILLS ACROSS THE BUSINESS CURRICULUM

The Okanagan School of Business promotes core skills across the curriculum. These skills include reading, written and oral communications, computers, small business, and academic standards of ethics, honesty and integrity.

STUDENT CONDUCT AND ACADEMIC HONESTY

What is the Disruption of Instructional Activities?

At Okanagan College (OC), disruption of instructional activities includes student "conduct which interferes with examinations, lectures, seminars, tutorials, group meetings, other related activities, and with students using the study facilities of OC", as well as conduct that leads to property damage, assault, discrimination, harassment and fraud. Penalties for disruption of instructional activities include a range of sanctions from a warning and/or a failing grade on an assignment, examination or course to suspension from OC.

What is Cheating?

"Cheating includes but is not limited to dishonest or attempted dishonest conduct during tests or examinations in which the use is made of books, notes, diagrams or other aids excluding those authorized by the examiner. It includes communicating with others for the purpose of obtaining information, copying from the work of others and purposely exposing or conveying information to other students who are taking the test or examination."

Students must submit independently written work. Students may not write joint or collaborative assignments with other students unless the instructor approves it in advance as a group/team project. Students who share their work with other students are equally involved in cheating.

What is Plagiarism?

Plagiarism is defined as "the presentation of another person's work or ideas without proper or complete acknowledgement." It is the serious academic offence of reproducing someone else's work, including words, ideas and media, without permission for course credit towards a certificate, diploma, degree and/or professional designation. The defining characteristic is that the work is not yours.

"Intentional plagiarism is the deliberate presentation of another's work or ideas as one's own." Intentional plagiarism can be a copy of material from a journal article, a book chapter, data from the Internet, another student, work submitted for credit in another course or from other sources.

"Unintentional plagiarism is the inadvertent presentation of another's work or ideas without proper acknowledgement because of poor or inadequate practices. Unintentional plagiarism is a failure of scholarship; intentional plagiarism is an act of deceit."

What are the Students' Responsibilities to Avoid Plagiarism?

Students have a responsibility to read the OC Plagiarism Policy and Procedures outlined in the OC calendar, which is available in online format www.okanagan.bc.ca. Students must acknowledge the sources of information used on all their assignments. This usually involves putting the authors' name and the year of publication in parentheses after the sentence in which you used the material, then at the end of your paper, writing out the complete references in a Reference section.

"Students are responsible for learning and applying the proper scholarly practices for acknowledging the work and ideas of others. Students who are unsure of what constitutes plagiarism should refer to the UBC publication "*Plagiarism Avoided; Taking Responsibility for your Work".* This guide is available in OC bookstores and libraries.

Students are expected to understand research and writing techniques and documentation styles. The Okanagan School of Business requires the use of the APA or MLA style, but suggests that students cite references using the APA guidelines (see Publication Manual of the American Psychological Association, 6th edition (2009). A copy of the APA manual is available in the reference section and also available for circulation from OC libraries. The library website has access to these two major citing styles.

What are the Penalties for Plagiarism and Cheating?

The Okanagan School of Business does not tolerate plagiarism or cheating. All professors actively check for plagiarism and cheating and the Okanagan School of Business subscribes to an electronic plagiarism detection service. All incidents of plagiarism or cheating are reported and result in a formal letter of reprimand outlining the nature of the infraction, the evidence and the penalty. The Dean of the Okanagan School of Business and the Registrar record and monitor all instances of plagiarism and cheating. Penalties for plagiarism and cheating reflect the seriousness and circumstances of the offence and the range of penalties includes suspension from OC.