

BILL

No. 58

An Act to amend *The Corporation Capital Tax Act*

(Assented to _____)

HER MAJESTY, by and with the advice and consent of the Legislative Assembly of Saskatchewan, enacts as follows:

Short title

1 This Act may be cited as *The Corporation Capital Tax Amendment Act, 2017*.

SS 1979-80, c C-38.1 amended

2 *The Corporation Capital Tax Act* is amended in the manner set forth in this Act.

Section 13 amended

3(1) **Subsection 13(2) is repealed and the following substituted:**

“(2) Subject to subsections (2.1) to (2.2), the tax payable by a financial institution is the amount CT calculated in accordance with the following formula:

$$CT = R \times A$$

where:

R is, with respect to the period:

- (a) ending on March 31, 2017, 3.25%;
- (b) commencing on April 1, 2017, 4.0%; and

A is the financial institution’s amount taxable”.

(2) **Subsection 13(2.12) is repealed and the following substituted:**

“(2.12) For the purposes of subsection (2.11), the tax payable by a financial institution is the total of:

- (a) 0.7% of the first \$1.5 billion of its amount taxable;
- (b) 3.25% of that portion of the financial institution’s amount taxable, if any, that exceeds \$1.5 billion for the period ending on March 31, 2017; and
- (c) 4.0% of that portion of the financial institution’s amount taxable, if any, that exceeds \$1.5 billion for the period commencing on April 1, 2017”.

Section 14 amended**4(1) Subsection 14(2) is repealed and the following substituted:**

“(2) Subject to subsections (2.1) to (2.3), with respect to that portion of the amount taxable of the financial institution that is used by the financial institution in jurisdictions outside Saskatchewan, as determined in accordance with the prescribed rules, there may be deducted from the tax payable by a financial institution an amount equal to:

(a) 3.25% of the amount taxable of the financial institution on that portion for the period ending on March 31, 2017; and

(b) 4.0% of the amount taxable of the financial institution on that portion for the period commencing on April 1, 2017”.

(2) Clause 14(2.2)(b) is repealed and the following substituted:

“(b) with respect to that portion of its amount taxable that exceeds \$1.5 billion, an amount D2 calculated in accordance with the following formula:

$$D2 = EPTC \times PCOS \times R$$

where:

EPTC is the amount of the financial institution’s amount taxable in excess of \$1.5 billion;

PCOS is the amount calculated in accordance with subsection (2.3); and

R is, with respect to the period:

(i) ending on March 31, 2017, 3.25%;

(ii) commencing on April 1, 2017, 4.0%”.

Coming into force

5 This Act comes into force on assent, but is retroactive and is deemed to have been in force on and from April 1, 2017.

FIRST SESSION
Twenty-eighth Legislature
SASKATCHEWAN

B I L L

No. 58

An Act to amend *The Corporation
Capital Tax Act*

Received and read the

First time

Second time

Third time

And passed

Honourable Kevin Doherty
