

# BILL

No. 89

## An Act to amend *The Income Tax Act, 2000*

(Assented to \_\_\_\_\_)

HIS 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 Income Tax (Affordability) Amendment Act, 2022*.

### SS 2000, c I-2.01 amended

**2** *The Income Tax Act, 2000* is amended in the manner set forth in this Act.

### Section 32 amended

**3 Section 32 is amended:**

**(a) in subclause (f)(i) by striking out “16.14%” and substituting “12.996%”;**

**(b) in subclause (g)(i) by striking out “22.525%” and substituting “16.14%”;**

**(c) by striking out “and” after clause (g); and**

**(d) by repealing clause (h) and substituting the following:**

“(h) for the 2024 taxation year, the total of:

(i) 22.525% of any amount required by subparagraph 82(1)(b)(i) of the federal Act to be included in computing the individual’s income for the year; and

(ii) 39.95% of any amount required by subparagraph 82(1)(b)(ii) of the federal Act to be included in computing the individual’s income for the year; and

“(i) for the 2025 taxation year and subsequent taxation years, the total of:

(i) 25.773% of any amount required by subparagraph 82(1)(b)(i) of the federal Act to be included in computing the individual’s income for the year; and

(ii) 39.95% of any amount required by subparagraph 82(1)(b)(ii) of the federal Act to be included in computing the individual’s income for the year”.

## INCOME TAX (AFFORDABILITY) AMENDMENT ACT, 2022

**New section 39.4****4 The following section is added after section 39.3:****“Saskatchewan affordability tax credit****39.4(1)** In this section:

(a) **‘eligible individual’** means an individual who on December 31, 2022 is 18 years of age or over and who:

(i) declared in the individual’s 2021 T1 tax return that the individual was a resident of Saskatchewan on the last day of the 2021 taxation year; and

(ii) filed the tax return mentioned in subclause (i) on or before October 31, 2022 pursuant to the *Income Tax Act* (Canada);

(b) **‘Saskatchewan affordability tax credit’** means the one-time tax credit described in subsection (2).

(2) An eligible individual is deemed to have paid to the minister, on the eligible individual’s balance-due day, on account of the eligible individual’s tax payable, an amount equal to \$500.

(3) Notwithstanding subsection (2), no interest is payable to an individual on an amount that is refunded to, or applied to another liability of, the individual and that arises because of this section.

(4) A payment by the minister of the Saskatchewan affordability tax credit pursuant to *The Saskatchewan Affordability Tax Credit Regulations* is conclusively deemed to be valid for the purposes of this section”.

**Section 56 amended****5 Subsection 56(2) is repealed and the following substituted:**

“(2) For the purposes of sections 56.2 to 56.4, 64.2 and 64.6, the rate of tax SR is:

(a) 2% for the period commencing on July 1, 2011 and ending on September 30, 2020;

(b) 0% for the period commencing on October 1, 2020 and ending on June 30, 2023;

(c) 1% for the period commencing on July 1, 2023 and ending on June 30, 2024; and

(d) 2% for the period commencing on July 1, 2024”.

**Section 124 amended****6(1) The following clause is added after clause 124(1)(f):**

“(f.1) for the purposes of section 39.4, establishing the Saskatchewan affordability tax credit and governing the entitlement to that credit”.

**(2) The following subsection is added after subsection 124(2):**

“(2.01) Regulations pursuant to clause (1)(f.1) may be made retroactive to a day not earlier than October 6, 2022”.

## INCOME TAX (AFFORDABILITY) AMENDMENT ACT, 2022

**Coming into force**

7(1) Subject to subsections (2) and (3), this Act comes into force on assent, but is retroactive and is deemed to have been in force on and from October 6, 2022.

(2) Section 3 comes into force on assent, but is retroactive and is deemed to have been in force on and from January 1, 2022.

(3) Section 5 comes into force on assent, but is retroactive and is deemed to have been in force on and from July 1, 2022.

THIRD SESSION

# Twenty-ninth Legislature

SASKATCHEWAN

---

## **BILL**

No. 89

An Act to amend *The Income Tax Act, 2000*

---

Received and read the

First time

Second time

Third time

And passed

---

Honourable Donna Harpauer

---