

2001 BILL 207

First Session, 25th Legislature, 50 Elizabeth II

THE LEGISLATIVE ASSEMBLY OF ALBERTA

BILL 207

**ALBERTA PERSONAL INCOME TAX
(TOOLS DEDUCTION) AMENDMENT ACT, 2001**

MR. LOUGHEED

First Reading

Second Reading

Committee of the Whole

Third Reading

Royal Assent

Bill 207
Mr. Lougheed

BILL 207

2001

ALBERTA PERSONAL INCOME TAX (TOOLS DEDUCTION) AMENDMENT ACT, 2001

(Assented to _____, 2001)

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

Amends SA
2000 cA-35.03

**1 The *Alberta Personal Income Tax Act* is amended by
this Act.**

2 The following is added after section 10:

Deduction for
tools

10.1(1) In this section

- (a) “tools” means portable equipment used in the performance of a tradeperson’s occupation;
- (b) “tradeperson” means an individual whose occupation is a designated trade or occupation under the *Apprenticeship and Industry Training Act* and includes a person in an apprenticeship program under that Act;

(2) For the purpose of computing the tax payable under this Act for a taxation year by an individual, if the individual is employed as a tradeperson and, as a condition of the person’s employment, was required to provide tools for a period of the year, there may be deducted an amount, not exceeding the individual’s income for the year from the employment income computed without reference to this section, determined by the formula:

$A \times B$

where

Explanatory Notes

- 1** Amends chapter A-35.03 of the Statutes of Alberta, 2000.
- 2** Provides for a deduction for tools.

A is the specified percentage for the year;

B is the amount by which the tradeperson's total expenditure for the purchase, maintenance, rental or insurance of the tools exceeds \$500 as shown in receipts filed with the person's return.

(3) Subsection (2) does not apply unless the tradeperson files with the person's return proof in the prescribed form of the person's trade certificate or occupational certificate under the *Apprenticeship and Industry Training Act* or proof in the prescribed form that the person is registered in an apprenticeship program under that Act.

3 Section 42 is amended by adding “, 10.1” after “10”.

4 This Act comes into force on Proclamation.

3 Section 42 presently reads:

42 In computing an individual's tax payable under this Act, the following provisions must be applied in the following order:

sections 8, 9, 19, 10, 13, 17, 15, 16, 20(2), 20(1), 12, 11, 18 and 21.

4 Coming into force.