

# DID YOU KNOW...?

TAXNET PRO

## CANADA TAX SERVICE

The most comprehensive analysis of the Federal *Income Tax Act* on the market

Taxnet Pro's core income tax commentary is the McCarthy Tétrault Canada Tax Service (CTS), which provides users with the most comprehensive analysis of all aspects of federal income tax available on the market. CTS is logically organized by section of the *Income Tax Act* (Act), bringing all of the relevant material together in one place for fast, easy research.

Under each section you'll find:

- Detailed commentary and analysis prepared by leading tax experts
- Full historical notes
- Practical tools and solutions such as calendars, the Tax Elections Guide and CCA guide
- Numerical examples
- Cases interpreting or applying the provision of the Act
- Relevant Income Tax Technical News, Interpretation Bulletins and Information Circulars
- Income Tax Regulations.

No provisions are glossed-over and all technical issues are addressed. The commentary includes a practical overview, planning points, references to forms and discussions of relevant compliance issues, an integrated discussion of relevant cases and CRA Views documents, a discussion of the history of a provision, and references to Canadian Tax Foundation articles and other publications. The CTS is updated twice monthly and recently, the 50 most popular sections of the service were translated and made available in French.

6(1)(g) **Employee Benefit Plans:** Last Updated: 2011-08-31

### Overview

Paragraph 6(1)(g) is complementary to subparagraph 6(1)(a)(iii). Under subparagraph 6(1)(a)(ii) an employee is not deemed to have received an immediate taxable benefit from employer contributions under an employee benefit plan. However, under paragraph 6(1)(g) amounts received in the year under an employee benefit plan or from the disposition of an interest in such a plan are included in computing income from an office or employment subject to certain exceptions. Employer contributions under an employee benefit plan are not deductible to the employer, as a general rule, until the beneficiary under the plan has received payments under the plan. The effect of paragraph 6(1)(g) and the other provisions which are referred to below is that income from employment may be deferred under an employee benefit plan until receipt of payments under the plan, but employer contributions under such a plan can only be deducted when such payments are made out of the plan.

### Related Provisions

The following provisions of the Act should be referred to in addition to paragraph 6(1)(g):

6(1)(a)(ii) — exclusion of benefit under an employee benefit plan

For more information please call 1-866-609-5811 or go to <http://www.gettaxnetpro.com>