RESOLUTION OF THE COUNCIL OF THE CORPORATION OF THE TOWN OF CALEDON

June 10, 2008
Re: Tax-Exempt Allowances

Whereas the Canadian Revenue Agency (CRA) limits the deduction of tax-exempt allowances paid by employers to employees using their personal vehicle for business purposes; and

Whereas current CRA allowable deductions are already substantially below the Canadian Automobile Association’s per kilometer vehicle costs; and

Whereas over the past six months the retail price of a litre of gas has increased dramatically;

Now therefore be it resolved that Council for the Town of Caledon hereby requests CRA to increase the deduction limit of tax exempt allowance paid by employers to employees using their personal vehicle for business purposes from the current rate of 52 cents on the first 5,000 kilometers driven and 46 cents for each additional kilometer; and

That copy of this resolution be forwarded to our MP, MPP, AMO, AMCTO and all Ontario municipalities requesting their support; and

Further a copy of this resolution be forwarded to the Canadian Revenue Agency for its consideration.

For further information, please contact: Debbie Thompson
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