

Employee Gifts

In 2001, CCRA announced a change in its administrative policy concerning employee gifts that was subsequently included in a technical news bulletin. Under the revised policy, there will be no taxable benefit for two non-cash gifts per year with an aggregate cost to the employer of not more than \$500. This policy does not apply to gifts of cash or near cash. If the aggregate cost of the gifts exceeds \$500, the full value of the gift is considered a benefit.

Gifts that are considered near cash redeemed for goods or services. circumstances where CCRA selects from a catalogue which would determine the this administrative policy and provided by the employer for occasions include Christmas, similar events, or for other special years of service, meeting safety employee's career. The policy is not intended to apply to rewards that are a disguised form of remuneration. In the case of a closely held corporation, this policy does not apply to gifts to the shareholders or their relatives.



include award points that can be However, there may be would accept a gift that an employee provided by the employer. The key employee accumulated the points, value of the gift. The purpose of the change to it is to exclude gifts special occasions. These special Hanukkah, birthdays, marriage and achievements, such as the number of standards, or similar milestones in an

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