

## Determination of Exemption of an Indian's Employment Income


To make sure correct information is entered, we suggest that this form be filled out by the employer, in the presence of the employee. As an employer, you can use this form to help determine if an employee's employment income is exempt from income tax. The term "employee" on this form refers only to an employee who is an Indian as defined in the Indian Act.

Read the instructions on the next page for more information on how to fill out this form.

<b>Employee identification</b>		
Last name (please print) <b>Nelson</b>	Usual first name and initials <b>Susan D</b>	Social insurance number <b>4 7 6 0 2 5 9 9 4</b>
Residential address including postal code <b>2029 Con 2&amp;3 Glackmeyer Township Cochrane Ont P0L1C0</b>		
Is the employee's residence located on a reserve?		Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>

<b>Indian status</b>	
Is the employee an Indian as defined in the Indian Act?	Yes <input checked="" type="checkbox"/> No <input type="checkbox"/>
If yes, was the employee an Indian as defined in the Indian Act:	
<input checked="" type="checkbox"/> prior to 2011? <input type="checkbox"/> because of Bill C-3 (also known as the Gender Equity in Indian Registration Act)? Only income earned on or after January 31, 2011, may be exempt from tax. <input type="checkbox"/> because of the creation of the Qalipu Mi'kmaq First Nation Band? Only income earned on or after September 22, 2011, may be exempt from tax.	

<b>Type of exemption *1</b>	
The employee performs employment duties:	
<input type="checkbox"/> 1. entirely on a reserve <input type="checkbox"/> 2. entirely off a reserve <input type="checkbox"/> 3. partially on and partially off a reserve	
If you chose 3, indicate the percentage of the employment duties the employee performs on a reserve: _____ %	
All of the employee's employment income is exempt from income tax if any one of the following situations applies. Check the appropriate box.	
<input type="checkbox"/> the employee performs <b>at least 90% *2</b> of the employment duties on a reserve (guideline 1); <input type="checkbox"/> the employee and the employer reside on a reserve (guideline 2); <input type="checkbox"/> the employee performs <b>more than 50%</b> of the employment duties on a reserve, and the employee or the employer resides on a reserve (guideline 3); or <input type="checkbox"/> the employee's employment duties are connected to the employer's non-commercial activities carried on exclusively for the benefit of Indians who, for the most part, reside on reserves and the employer resides on a reserve; <b>and</b> the employer is: <ul style="list-style-type: none"> <li>• an Indian band that has a reserve or a tribal council representing one or more Indian bands that have reserves; or</li> <li>• an Indian organization controlled by one or more such bands or tribal councils and is dedicated exclusively to the social, cultural, educational, or economic development of Indians who, for the most part, reside on reserves (guideline 4).</li> </ul>	
*1 The type of exemption is based on the Indian Act Exemption for Employment Income Guidelines. For a full description of the Guidelines including examples of exempt income and term definitions, go to <a href="http://canada.ca/en/revenue-agency/services/aboriginal-peoples/indian-act-exemption-employment-income-guidelines">canada.ca/en/revenue-agency/services/aboriginal-peoples/indian-act-exemption-employment-income-guidelines</a> .	
*2 <b>Proration rule may apply:</b> When less than 90% of the duties of an employment are performed on a reserve and the employment income is not exempted by another guideline, the exemption is to be prorated. The exemption will apply to the portion of the income related to the duties performed on the reserve.	

<b>Employee certification</b>	
I certify that the information given on this form is correct and complete.	
Signature 	Date <u>Dec 4 / 23</u>

Personal information (including the SIN) is collected for the purposes of the administration or enforcement of the Income Tax Act and related programs and activities including administering tax, benefits, audit, compliance, and collection. The information collected may be used or disclosed for purposes of other federal acts that provide for the imposition and collection of a tax or duty. It may also be disclosed to other federal, provincial, territorial or foreign government institutions to the extent authorized by law. Failure to provide this information may result in interest payable, penalties or other actions. Under the Privacy Act, individuals have the right to access their personal information, request correction, or file a complaint to the Privacy Commissioner of Canada regarding the handling of the individual's personal information. Refer to Personal Information Bank CRA PPU 120 on Info Source at [canada.ca/cra-info-source](http://canada.ca/cra-info-source).