



International
LONGSHORE & WAREHOUSE
UNION

NOVEMBER 17, 2010

LOCAL 500 BULLETIN

TAX WITHHOLDINGS FROM VACATION PAY

*** REVISED ***

The Canada Revenue Agency (CRA) has developed a new method for calculating taxes on lump sum payments such as BCMEA Vacation Pay.

Effective January 1, 2010, the Pay Office will be required to withhold the full income tax attributable to a lump sum payment.

To apply for minimum tax to be withheld, **contact the Canada Revenue Agency Form Centre at 1-800-959-2221 and ask for a T1213 FORM (Request to Reduce Tax at Source)** to be mailed to you. They're open Monday to Friday from 8:15 am to 5:00 pm....

Or download the T1213 Form from the CRA website:

www.cra.gc.ca

then fax the form back to them at 604-587-2010.

If you meet their eligibility requirements you may be entitled to have less tax taken off your lump vacation pay.

In solidarity

Peter Haines
Secretary Treasurer

more info on reverse →