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**Canada – Family Tax Cuts
Take Effect Now**

by KPMG LLP, Canada (a
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flash Alert

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Canadian Prime Minister Stephen Harper announced tax changes that would provide tax savings to families starting in 2014. The introduction of a new “family tax cut” credit would result in income splitting tax savings of up to C\$2,000 for families with children under age 18 years.

The proposals announced on October 30, 2014, also include enhancements to the existing child-care expense deduction, universal child-care benefits, and the elimination of the child tax credit, starting in 2015.

Why This Matters

Providing that the international assignee taxpayer working in Canada has a family and children age 17 or under, he or she should be eligible for the above-mentioned new family tax cut credit, child-care expense deduction, and enhanced benefits.

For the full description of these changes, read the [TaxNewsFlash-Canada](#) (October 30, 2014, No. 2014-46) prepared by the KPMG International member firm in Canada: “Surprise Family Tax Cuts Take Effect Now.”

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For further information or assistance, please contact your local GMS or People Services professional or Tom Nicolopoulos (tel. +1-416-777-3038, e-mail: tnicolopoulos@kpmg.ca) with the KPMG International member firm in Canada.

The information contained in this newsletter was submitted by the KPMG International member firm in Canada. The information contained herein is of a general nature and based on authorities that are subject to change. Applicability of the information to specific situations should be determined through consultation with your tax adviser.

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