

School of Accounting and Commercial Law

TAXN 201 INTRODUCTION TO TAXATION

Trimester 2, 2015

COURSE OUTLINE

Names and Contact Details

Course Coordinator &

Lecturer: Assoc. Professor Andrew Smith RH620 463 6707
Email: andrew.smith@vuw.ac.nz
Office Hours: To be advised on Blackboard.

Lecturer: Mr Jim Ryan RH631 463 6709
Email: jim.ryan@vuw.ac.nz
Office hours: To be advised on Blackboard.

Course Administrator: Lee Vassiliadis RH708 463 5383
Email: Lee.Vassiliadis@vuw.ac.nz
Office hours: Monday-Friday 8.30am-5pm
Office is closed: 10.30-10.45am and 3.30-3.45pm.

Duty Tutor: A duty tutor is available to help you with course material on a one-to-one basis. Duty tutoring will commence in Week 3 of the trimester. Times and dates will be advised on Blackboard.

Trimester Dates

Teaching Period: Monday 13th July – Friday 16th October

Study Period: Monday 19th October – Thursday 22nd October

Examination Period: Friday 23rd October – Saturday 14th November (inclusive)

Withdrawal from Course

1. Your fees will be refunded if you withdraw from this course on or before Friday 24 July 2015.
2. The standard last date for withdrawal from this course is Friday 25 September. After this date, students forced to withdraw by circumstances beyond their control must apply for permission on an 'Application for Associate Dean's Permission to Withdraw Late' including supporting documentation. The application form is available from either of the Faculty's Student Customer Service Desks or [online](#).

Class Times and Room Numbers

Monday and Wednesday 9.30am – 10.20am

Venue: RHLT1, Rutherford House, Pipitea Campus

In addition, there are 9 tutorials of 50 minutes each. Tutorial times and locations will be listed on the online *Blackboard* system (<http://blackboard.vuw.ac.nz>). See also under *Tutorials* on page 3.

Attendance at Lectures

This is a lecture based course. Therefore, you are strongly recommended to attend *all* lectures. Much information, which is examinable, is conveyed by the *spoken word only* and is not posted on *Blackboard* or otherwise distributed!

Course Delivery

This course is delivered via lectures and tutorials. (See under *Attendance at Lectures* and under *Tutorials*).

Group Work

Working in group work is an important component of this course. The content and expectation of group work for tutorials is explained under *Tutorials* below.

Expected Workload

You should expect to spend on average 10 hours per week on the course (*excluding* time to study for the test and final examination). How this time is made up varies from week to week, but typically comprises:

- 2 hours in scheduled lectures;
- 5 hours preparing for, and participating in, tutorials and completing your bullet-point summaries (referred to under *Tutorials* below);
- 3 hours reading for lectures, and revising lecture and tutorial notes.

In order to benefit fully from lectures, you should read the relevant sections of the textbook relating to each lecture topic *before* the lectures.

Prescription

An introduction to the theory and application of domestic and international taxation.

Course Learning Objectives

This course is an introduction to taxation. The overall objective of the course is to enable you to:

- research and analyse tax concepts;
- evaluate tax case law; and,
- apply tax concepts to everyday business activities.

The particular learning objectives are:

New Zealand taxation

- (a) Demonstrate an awareness of direct and indirect taxation as an instrument of fiscal policy;
- (b) Demonstrate an awareness of income tax, goods and services tax, fringe benefit tax, withholding taxes and imputation credits;
- (c) Display an awareness of international tax aspects.

Income tax

- (a) Distinguish taxable from non-taxable income and deductible from non-deductible expenditure;
- (b) Describe how tax timing issues arise;
- (c) Describe the process for calculating income tax liabilities.

Goods and Services Tax

- (a) Demonstrate an awareness of the principles underlying goods and services tax;
- (b) Demonstrate an understanding of the concepts of taxable activity, taxable person, taxable period, taxable supplies, exempt supplies and zero-rating;
- (c) Demonstrate the calculation of goods and services tax using the invoice and cash bases, apportionment and adjustments.

Course Content

A lecture programme, which lists the topics covered in the course, is provided at the end of this Course Outline.

Tutorials

1. Tutorial presentations

The course will have 9 tutorials starting in the third week of the trimester (week beginning 27 July 2015). The topics/questions for the tutorials will be posted on *Blackboard* approximately 7–10 days before the week of the tutorial.

Tutorials will take place in the following weeks:

<i>Tutorial No:</i>	<i>Week beginning:</i>
Tutorial 1 Mandatory to attend	27 July 2015
Tutorial 2 (AS)	3 August 2015
Tutorial 3 (AS)	10 August 2015
Tutorial 4 (AS)	17 August 2015
Tutorial 5 (AS)	14 September 2015
Tutorial 6 (JR)	21 September 2015
Tutorial 7 (JR)	28 September 2015
Tutorial 8 (JR)	5 October 2015
Tutorial 9 (JR)	12 October 2015

Tutorial sign-up will be done on-line using new programme called '*MyAllocator*' during the second week of the trimester. The exact time the signup will begin will be announced in class. The instructions for signing up using '*MyAllocator*' will be provided on Blackboard. Places in tutorials are allocated on a "first-come, first-served" basis and **cannot** exceed 16 students in each tutorial. Subsequent changes to those tutorial group lists can only be made by contacting the Course Administrator.

In Tutorial 1, tutorial presentation groups will be organised and tutors will outline their expectations of your presentations and your bullet point summary solutions (see below). You will also have an opportunity to exchange email addresses, telephone numbers and other contact details with other students in your tutorial for the purpose of planning your presentation. **Therefore it is compulsory for you to attend the first tutorial, otherwise you will not know when you will be presenting and who you will be presenting with.**

Tutorials 2–9 will be conducted as follows: Two students will be required to lead the discussion on the topic nominated for the tutorial. You will be required to lead **one** tutorial during the course.

The success of your tutorial presentation depends on you meeting with your co-presenter before the tutorial to plan the content and how the presentation will be run. Hence, it is expected that you will contact each other using your VUW student email address. If you do not use your VUW email address, you must ensure that you create a diversion within the VUW email system to your preferred email address, e.g. Gmail, Yahoo, Hotmail, etc.

Up to 10% of your final mark for this course is awarded for your preparation for, presentation in, and leading of, the discussion in the tutorial in which you present. In determining a mark for your presentation, the following matters will be taken into account:

- The quality of preparation and coordination with the other presenter(s) in your group;
- The quality of your presentation both oral and visual;
- The strength of your arguments, the facilitation of discussion with other students and your ability to debate your view convincingly.

At the conclusion of each tutorial in which you present, your tutor will discuss your presentation. Your mark will be uploaded on *Blackboard* in the week following each of your presentations. Your mark cannot be seen on *Blackboard* by other students.

If you are unhappy with your mark, you must first discuss, and attempt to resolve, the matter with your tutor before the following tutorial. If you cannot reach a satisfactory resolution with your tutor, the tutor will forward the matter to the Course Coordinator for consideration.

If you have a compelling reason for not attending the regular tutorial group in which you are enrolled in a particular week, and you are *not* presenting in that week, you may attend another tutorial group (subject to seating capacity in that group). If you do so, you must advise the “alternative” tutor of your details and also inform the Course Administrator of the one-off change in your tutorial attendance. You must not make a habit of switching tutorials.

2. Tutorial participation and bullet-point summaries

For *each* tutorial in which you are *not* giving a presentation, you must prepare in electronic form a bullet-point summary solution to the tutorial questions and send it to the assignment folder on *Blackboard* **before 5:00pm on Friday of the week before** the tutorial. Late summaries will *not* be accepted. You should submit your summary as either a MS Word or .pdf file - **please do not paste your answers into the dialogue box on Blackboard as there are IT compatibility issues that make it difficult for your tutor to subsequently view it.** The time and date you submitted your bullet-point summary is also recorded by *Blackboard*. As the name suggests, they are to be summaries in bullet-point form. Do not write essays or lengthy tracts to answer tutorial questions.

Your bullet point summaries must be written in comprehensible and legible English. **They must also be your own work - group submissions are not permitted.** While the presentations are joint work, the bullet point summary is not. Bullet point summaries that contain evidence of plagiarism will be subject to the University’s disciplinary procedures.

Even when you are not making a formal presentation in a tutorial, you are expected to contribute to the discussion, and to answer coherently questions put to you by the presenters. This means that you must be properly prepared for all tutorials that you attend. To assist your participation in the tutorials, you should retain a copy of your bullet-point summary solution for use at the tutorial.

No suggested solutions to tutorial questions are provided on *Blackboard* or elsewhere, or distributed by tutors. Therefore, you need to attend the tutorials to ensure that you get the full benefit of the discussion and debate on the subject material. Tutors are informed of the material that needs to be covered in your presentations to ensure that the presentations and discussion in the tutorials adequately cover the topic, and that there is consistency between each tutorial group.

Your tutorial participation and bullet-point summary solutions are part of the *Mandatory Course Requirements* (see below).

Readings

The prescribed text for this course is:

Alley, *et al.*, (2015) *New Zealand Taxation 2015 – Principles, Cases and Questions*, Thomson Reuters, Wellington. (This book was used in the first trimester stream of TAXN 201 and TAXN 301 so used copies should be available for purchase from former students.)

In addition, a course materials book prepared by the lecturers containing abridged tax legislation for this course will be available from the University Bookshop. You are permitted to take this course materials book of legislation into the mid-trimester test and final examination, and are strongly recommended to do so. If you want to use your this course materials book in the mid-trimester test and final exam, you **must not** write in it other than emphasis marks by underlining and/or highlighting parts of the text.

While a similar course materials book was printed for the first trimester stream of TAXN 201, it is not recommended that you purchased a used copy as the latest version prepared for the second trimester contains some corrections and additions.

With respect to using this course materials book of legislation in the Mid-Trimester Test and Final Exam, please note:

1. The course materials book of legislation will be checked at the beginning of the test and exam.
2. If the course materials book of legislation contains notes of any kind it will **not** be allowed to be used. Only emphasis marks by a highlighter pen or by underlining are permitted.
3. The indexing of the course materials book of legislation by tabs whether by use of “Post-it” notes or any other means is prohibited.
4. If you do not have the course materials book of legislation to use in the test or exam because your book did not meet the above conditions or you forgot to bring your copy, you will **not** be able to borrow a replacement copy from the examiners or to share a copy with another student.

While not directly taught in this course, you have the opportunity to improve your writing and oral expression skills, which are critical to working in the accounting and general commercial environment. To assist you in this respect, you are advised to purchase or refer to a copy of Fleet, W. Summers, J. and Smith, B., (2004) *Communication Skills Handbook for Accounting*, Wiley, Milton.

Any additional reading material will be provided in lectures and on *Blackboard*.

Materials and Equipment

Most course materials can be downloaded from *Blackboard*. Lecturers do not hold spare copies of any course materials. If you are having any trouble obtaining course materials, please contact the Course Administrator.

Electronic calculators and foreign language dictionaries may be used in the test and final examination. Calculators *must* be battery powered and silent in operation. Mobile phones are *not* permitted. No electronic device may connect to the Internet.

Assessment

The Assessment Handbook will apply to all VUW courses – refer:

<http://www.victoria.ac.nz/documents/policy/staff-policy/assessment-handbook.pdf>

To pass this course, you must obtain a weighted average mark of 50% or more from the 3 pieces of assessment in the course stated below and obtain a mark of 50% or higher in either the mid-trimester test or the final exam:

	<i>Percentage of final grade</i>	<i>Date</i>
Tutorial presentation	10%	Date to be set by tutor.
Mid-Trimester Test (75 mins)	25%	Thursday 10 September at 5.40pm. (Confirmed date.)
Final Examination (2 hours)	65%	During the mid-year examination period– actual date and time to be advised later during the Course.

The Mid-Trimester Test and Final Exam may include multiple choice questions, short-answer questions, calculation questions, and essay questions. Further information will be provided before each assessment. Both the Mid-Trimester Test and Final Exam are closed-book assessments with the exception that students are allowed to bring their income tax legislation set into each assessment.

Rooms for the test will be advised on *Blackboard* at least one week before the test.

In addition to obtaining a weighted average mark of 50% or more across tutorial presentations, the test and the final examination, you must also meet the *Mandatory Course Requirements* (see below). *If you obtain a weighted-average mark of 50% or more but fail to meet the Mandatory Course Requirements, you will **FAIL** the course and be given a ‘K’ grade.*

If your performance is affected by sickness or other personal difficulties (e.g. bereavement of a close relative), you must contact the Course Administrator as soon as possible. You must not delay this until the end of the course or when final results are posted. In case of sickness, it is essential that you see a registered medical practitioner as soon as possible while you are sick and obtain a medical certificate that certifies that in the opinion of the doctor you are sick and the extent of disability suffered by you during the period of sickness.

Examinations

Students who enrol in courses with examinations are obliged to attend an examination at the University at any time during the formal examination period.

The final examination for this course will be scheduled at some time during the period from Friday 23 October – Saturday 14 November (inclusive).

Penalties

Any bullet point summaries submitted by a student in this course that contain evidence of plagiarism will be subject to disciplinary procedures and penalties as outlined in the link on academic integrity provided in this Course Outline.

Use of Turnitin

Student work provided for assessment in this course may be checked for academic integrity by the electronic search engine <http://www.turnitin.com>. Turnitin is an on-line plagiarism prevention tool which compares submitted work with a very large database of existing material. At the discretion of the Head of School, handwritten work may be copy-typed by the School and submitted to Turnitin. A copy of submitted materials will be retained on behalf of the University for detection of future plagiarism, but access to the full text of submissions will not be made available to any other party.

Examinations

Students who enrol in courses with examinations are obliged to attend an examination at the University at any time during the formal examination period. The final examination for this course will be scheduled at some time during the following period:

Friday 23 October – Saturday 14 November (inclusive)

Mandatory Course Requirements

In addition to obtaining an overall course mark of 50% or better, students must:

- (i) deliver 1 tutorial presentation; **and**
- (ii) satisfactorily complete and submit **at least 5** of the 7 bullet-point summary solutions for the weeks in which you are not giving your tutorial presentations; **and**
- (iii) attend **at least 6** of the 9 tutorials, one of which must be tutorial 1; **and**
- (iv) obtain a mark of 50% or higher in either the mid-trimester test or the final exam.

Note: These mandatory requirements for bullet-point summaries submissions and tutorial attendance have been set to make allowance for students who are affected by illness or unexpected emergencies during the trimester. They should NOT be interpreted as the minimum number necessary or recommended to ensure a pass in the course.

“Satisfactorily complete” in (ii) above means that all questions must be attempted to a standard where the assessor considers that you have made a reasonable effort to offer cogent answers.

Any student who is concerned that they have been (or might be) unable to meet any of the MCRs because of exceptional personal circumstances, should contact the course coordinator as soon as possible.

If you cannot complete an assignment or sit a test or examination, refer to:

www.victoria.ac.nz/home/study/exams-and-assessments/aegrotat

Class Representative

A class representative will be elected in the first class, and that person’s name and contact details made available to VUWSA, the course coordinator and the class. The class representative provides a communication channel to liaise with the course coordinator on behalf of students.

Communication of Additional Information

This Course Outline, along with other information and materials relating to the course, is available on *Blackboard*. You are expected to have access to *Blackboard* to participate in this course. All announcements and notices are posted in the *Announcements* section of *Blackboard*. If you have problems accessing *Blackboard*, you should contact Student Computing Services or the Course Administrator.

Additional information is also conveyed to you in the lectures, and important announcements are e-mailed to your VUW student email.

Student feedback

Student feedback on University courses may be found at:

www.cad.vuw.ac.nz/feedback/feedback_display.php

Link to general information

For general information about course-related matters, refer to:

<http://www.victoria.ac.nz/vbs/studenthelp/general-course-information>

Note to Students

Your assessed work may also be used for quality assurance purposes, such as to assess the level of achievement of learning objectives as required for accreditation and academic audit. The findings may be used to inform changes aimed at improving the quality of VBS programmes. All material used for such processes will be treated as confidential, and the outcome will not affect your grade for the course.

TAXN 201 LECTURE PROGRAMME

Week	Beginning	Topic	Readings (2015 edition)	Tutorial	Lecturer
1	13 July	Introduction to public finance and taxation	NZT, Ch. 1, 2		AS
2	20 July	Introduction to the Income Tax Act 2007 Assessment of income tax	NZT, Ch. 3, 13 & 14.4		AS
3	27 July	Income: General concepts	NZT, Ch. 3	1 (AS)	AS
4	3 August	Income from business	NZT, Ch. 4 & 7	2 (AS)	AS
5	10 August	Income from employment	NZT, Ch. 6	3 (AS)	AS
6	17 August	Income from personal property dispositions	NZT, Ch. 5	4 (AS)	AS
Mid Trimester Break August 22 – September 6					
7	7 September	Income from land sales	NZT, Ch. 5	No tutorials this week	
Mid-Trimester Test Thursday 10 September at 5.40pm					
8	14 September	Deductions	NZT, Ch. 9	5 (AS)	JR
9	21 September		NZT, Ch. 11	6 (JR)	JR
10	28 September	Deductions: depreciation	NZT, Ch. 10	7 (JR)	JR
11	5 October	Goods and Services Tax (GST)	NZT, Ch. 22	8 (JR)	JR
12	12 October	Dividend Imputation	NZT, Ch. 22 & 15.4	9 (JR)	JR

NZT = Alley, *et.al.* (2015) *New Zealand Taxation 2015 – Principles, Cases and Questions*, Thomson Reuters, Wellington.

Note: Not all of the material in each chapter is covered in this course. Specific pages of readings in the above chapters will be provided in lectures.

Staff: AS = Associate Professor Andrew Smith;

JR = Jim Ryan