

Effective Dates of Budget Measures

Jan. 1, 1978 — Special allowance to permit deduction from taxable income of 50 per cent of the costs of increases in research and development activity.

Jan. 1, 1978 — Rules on tax incentives for Canadian films certified by the Secretary of State modified to allow additional time for completion of photographic work.

Jan. 1, 1978 — Federal income tax rates reduction in the Northwest Territories to facilitate introduction of a territorial income tax with no tax increase for individuals or corporations.

April 10, 1978 — Costs of machinery, equipment and other facilities for enhanced oil recovery systems become eligible to earn depletion allowances of \$1 for each \$2.

April 10, 1978 — Limit on the deduction of depletion earned on certain expenditures on non-conventional oil projects increased to 50 per cent of total profit.

April 10, 1978 — Tax-free rollover provisions apply to incorporated family farms.

April 10, 1978 — Plants established to upgrade heavy oil deemed to be manufacturing and processing facilities.

April 10, 1978 — Additional capital cost allowance provided on depreciable railway system assets acquired by railways before 1983.

April 11, 1978 — Tariff changes.

July 1, 1978 — Tariff reductions on a wide range of consumer goods, due to expire, renewed for one year. Duty-free entry of aircraft and aircraft engines of types not made in Canada, also due for expiry, continues for another year. Other tariff changes take effect April 11, 1978.

Upon Royal Assent — Changes relating to retirement income options for owners of Registered Retirement Savings Plans. A special provision will allow RRSP owners reaching age 71 after April 10, 1978 to make use of the new options proposed.
