Albertan

# **Program Policy Manual Update**

### Assured Income for the Severely Handicapped

Subject:	Blood Tribe Mismanagement of Assets Specific Claim Settlement Agreement: Treatment of Per Capita Distribution Payments as Income and Assets
Number:	AISH-Program-2019-015
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lssuer:	Stephen Gauk Executive Director Income and Employment Branch
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#### BACKGROUND:

Under the Blood Tribe Mismanagement of Assets Specific Claim Settlement Agreement (the Agreement) the Blood Band (the Band) and Canada have negotiated a settlement of the Band's claim that the federal government historically mismanaged assets belonging to the Band in the early 20th century. The Band will issue a one-time per capita distribution (PCD) payment of \$2,000 to each band member that is registered or eligible to be registered by the date the payments will be distributed.

#### PCD Payments as Income

As these PCD payments do not have to be reported to the Canada Revenue Agency (CRA), they are not considered in a determination of income under the Assured Income for the Severely Handicapped (AISH) program.

**Note:** Interest or investment income generated from these PCD payments that is reportable to the CRA is considered <u>passive business income</u> and it receives a partial income exemption. Any money remaining from these interest or investment amounts in subsequent months is considered a non-exempt asset.

#### PCD Payments as Assets

The Minister exercised authority under section 2(2)(i) of Schedule 2 of the AISH General Regulation to exempt these PCD payments from the determination of assets, including any assets purchased with the PCD payment. As a result, these PCD payments do not impact AISH program eligibility or eligibility for personal benefits.

## INTENT:

To ensure that AISH policy accurately reflects how the program treats PCD payments from the proceeds of the Blood Tribe Mismanagement of Assets Specific Claim Settlement Agreement.

#### POLICY:

The following program policies have been updated:

The <u>Income Type Exemption Table</u> has been updated under the <u>Income</u> Policy.

Assets - Government Payments