



CRA BULLETIN

Issue 68 – 27 May 204

Signed: _____ Dated: _____

A REMINDER TO EMPLOYERS WHO ARE SELLING THEIR BUSINESS

Employers should be aware that when a business is sold, Employees should be informed about their future employment. If employment is to be terminated, the vendor Employer must go through a proper termination process.

If, however, the purchaser of the business wishes to employ existing Employees, they must set up new employment agreements with those people.

Should the Employees not be advised of the intentions, a situation could arise where the Vendor Employer and the Purchasing Employer both having to pay compensation and lost wages to any misled Employees.

Employers must keep Employees up to date through a sales process although the party/ies with whom the Employer is negotiating need not be revealed.