

- For information on completing this schedule, see Chapter 3 in the *T3 Trust Guide*. Include a completed copy of this schedule with the trust's return.

Enter your **taxable income** from line 56 of the T3 return. \_\_\_\_\_ 1

**Step 1 – Tax on taxable income**

**Testamentary trusts or grandfathered inter vivos trusts**

Use the amount from line 1 to determine which **one** of the following columns you have to complete.

If the amount from line 1 is:	\$36,378 or less	more than \$36,378, but not more than \$72,756	more than \$72,756, but not more than \$118,285	more than \$118,285	
Enter the amount from line 1 above	2	2	2	2	2
Base amount	3	3	3	3	3
Line 2 minus line 3	4	4	4	4	4
Tax rate	5	5	5	5	5
Multiply line 4 by the rate on line 5	6	6	6	6	6
Tax on base amount	7	7	7	7	7
<b>Federal tax on taxable income</b> (line 6 plus line 7)	8	8	8	8	8

**Inter vivos trusts (other than grandfathered)**

**Federal tax on taxable income** Line 1 \_\_\_\_\_ × 29% = \_\_\_\_\_ 9

**Step 2 – Donations and gifts tax credit**

**Eligible amount** of all donations made after 1999 that has not been claimed in any previous year and is not included on line 16 below (see the *T3 Trust Guide*).

25% of taxable capital gains from gifts of capital property (see Schedule 11, line 27 in the <i>T3 Trust Guide</i> .)	11121 •				10
25% of recapture of capital cost allowance (CCA) on donated depreciable property	11123 •				11
75% of net income (line 50 of the T3 return) × 3/4 =	11124 • +				12
Total charitable donations limit (add lines 11 to 13.)	+				13
Line 10 or line 14, whichever is <b>less</b>	=				14
<b>Eligible amount</b> of any cultural, ecological or government gifts made after 1999 and agreed to in writing before February 19, 1997, that has not been claimed in any previous year	11122 • +				15
Total donations and gifts (line 15 plus line 16)	+				16
On the first \$200 or less	=				17
On the remainder	× 15.25% =				18
	× 29% =				19
<b>Donations and gifts tax credit</b> (line 18 plus line 19)	+				20

Continue at Step 3 on the other side.

**Step 3 – Federal tax**

Federal tax on taxable income (line 8 or line 9)	11080	■			21
Tax adjustments – Lump-sum payments under ITAR 40 (see Schedule 11, line 22 in the <i>T3 Trust Guide</i> .)	11090	●	+		22
Adjusted federal tax (line 21 plus line 22)		=			23
<b>Federal dividend tax credit</b>					
Dividend tax credit for eligible dividends (line 24 of Schedule 8 <input type="text"/> <input type="text"/> × 61.1111%) =	11108	●			24
Dividend tax credit for dividends other than eligible dividends (line 31 of Schedule 8 <input type="text"/> <input type="text"/> × 66.6667%) =	11109	●	+		25
Total federal dividend tax credit (line 24 plus line 25)	11110	●	=		▶
Donations and gifts tax credit (from line 20)			+		27
Total credits (line 26 plus line 27)		=			▶
				-	28
<b>Subtotal</b> (line 23 minus line 28; if negative, enter "0".)		=			29
Minimum tax carryover from previous years (line 72 of Schedule 12)	11130	●	-		30
<b>Basic federal tax</b> (line 29 minus line 30; if negative, enter "0".)	11150	■	=		31
Surtax on income not subject to provincial or territorial tax (portion of line 31 not subject to these taxes <input type="text"/> <input type="text"/> × 48%) =	11160	■	+		32
<b>Subtotal</b> (line 31 plus line 32)		=			33
Federal foreign tax credit (available to resident trusts only; attach Form T2209, <i>Federal Foreign Tax Credits</i> .)	11180	●			34
Total federal political contributions	11191	●			35
Allowable federal political contribution tax credit (from the calculation for Schedule 11, line 36 in the <i>T3 Trust Guide</i> )	11190	●	+		36
Investment tax credit (from Form T2038(IND), <i>Investment Tax Credit (Individuals)</i> )	11200	●	+		37
British Columbia federal logging tax credit	11210	●	+		38
Federal environmental trust tax credit	11213	●	+		39
Quebec federal logging tax credit	11214	●	+		40
Total credits (add lines 34, and 36 to 40.)		=			▶
				-	41
<b>Subtotal</b> (line 33 minus line 41; if negative, enter "0".)		=			42
Additional tax on RESP accumulated income payments (attach Form T1172.)			+		43
<b>Federal tax payable</b> (line 42 plus line 43)		=			44

**If minimum tax applies to the trust, continue the calculations on Schedule 12.  
 If not, enter the amount from line 44 on line 81 of the return.**

Refundable Quebec abatement (see Schedule 11, line 45 in the <i>T3 Trust Guide</i> .)	(Line 31 <input type="text"/> <input type="text"/> × 16.5%) =	<input type="text"/> <input type="text"/>	45
Enter this amount on line 87 of the return.			