



Statement of Qualifying Retroactive Lump-Sum Payment

To the payer:

Complete this form if you paid a qualifying retroactive lump-sum payment (QRLSP) to an individual (other than a trust) in 1995 or later years. Enter the amount of the QRLSP and its breakdown in the appropriate boxes below. Give the completed and signed form to the recipient of the QRLSP. If you paid more than one QRLSP to an individual, complete one form for each QRLSP paid. See the back of this form for details.

Note: The QRLSP income indicated on this form **has to be reported** on the recipient's information slip (such as T4, T4A, T4E).

To the recipient:

We will not reassess the return for previous years to include this income. However, you can ask us to tax the parts for the previous years as if you received them in those years. You have to include the whole payment on the appropriate line of your return for the year. See the back of this form for details.

| | | |
|---|---|--|
| Name of recipient | Social insurance number | Year of payment |
| Description of QRLSP and reasons for payment | | |
| Total amount (principal and interest) 6850 | Total principal (current and prior years) 6851 | Total interest (current and prior years) |
| | | Total principal (prior years only) |

Breakdown of principal (box 6851)

In the boxes below, enter the amount of principal that relates to each applicable year.

| | | | |
|------------------|------------------|------------------|------------------|
| 1978 6852 | 1986 6860 | 1994 6868 | 2002 6876 |
| 1979 6853 | 1987 6861 | 1995 6869 | 2003 6877 |
| 1980 6854 | 1988 6862 | 1996 6870 | 2004 6878 |
| 1981 6855 | 1989 6863 | 1997 6871 | 2005 6879 |
| 1982 6856 | 1990 6864 | 1998 6872 | 2006 6893 |
| 1983 6857 | 1991 6865 | 1999 6873 | 2007 6894 |
| 1984 6858 | 1992 6866 | 2000 6874 | 2008 6895 |
| 1985 6859 | 1993 6867 | 2001 6875 | 2009 6896 |

Certification

I, _____, certify that the information given on this form is, to the best of my knowledge, correct and complete.

First and last names (please print)

Signature of payer

Position or office

Date

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Information for payers and recipients

What is a qualifying retroactive lump-sum payment (QRLSP)?

A QRLSP is a lump-sum payment paid to an individual (other than a trust) in a year that relates to one or more preceding years throughout which the individual was a resident of Canada. The lump-sum payment must have been paid after 1994 from one of the following sources:

- income from an office or employment received under a court judgment,* arbitration award, or lawsuit settlement agreement (including damages for loss of office or employment);
- benefits from Unemployment Insurance or Employment Insurance;
- benefits from a superannuation or pension plan (other than non-periodic benefits such as lump-sum withdrawals);
- spousal, common-law partner or child support payments; or
- benefits from a wage-loss replacement plan.

** An award under normal collective bargaining is not included in this arbitration.*

Why provide the breakdown of a QRLSP?

Generally, a lump-sum payment is included in income in the year when the recipient receives it. This may result in a greater tax liability than if the payment had been received in the year or years to which it related.

A special tax calculation is available to individuals who receive QRLSPs that relate to 1978 and later. The calculation applies if the total of all principal amounts that relate to prior years (after 1977) from all QRLSPs is \$3,000 or more.

If you are **the payer** of a QRLSP, please complete this form to help us determine if the special tax calculation is beneficial to the recipient.

If you are **the recipient** and if the amount shown under "Total principal (prior years only)" is \$3,000 or more, attach this form to your return for the year of payment to ask for a special tax calculation. If you have more than one QRLSP form, add the amounts shown under "Total principal (prior years only)" on all your forms. If the result is \$3,000 or more, attach to your return the QRLSP forms that payers have given you.