

You have to complete this form for a trust resident in Manitoba **and** for a non-resident trust that carries on a business through a permanent establishment in Manitoba.

**Taxable income** (line 56 of the return) \_\_\_\_\_ **1**

### Step 1 – Manitoba tax on taxable income

#### Testamentary trusts or grandfathered inter vivos trusts

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

If the amount from line 1 is:	<b>\$30,544</b> or less	more than <b>\$30,544</b> , but not more than <b>\$65,000</b>	more than <b>\$65,000</b>
Enter the amount from line 1.	<b>2</b>		<b>2</b>
Base amount	<b>3</b> 0 00	30,544 00	65,000 00
Line 2 minus line 3	<b>4</b> =	=	=
Rate	<b>5</b> × 10.9%	× 13.5%	× 17.4%
Multiply the amount on line 4 by the rate on line 5.	<b>6</b> =	=	=
Tax on base amount	<b>7</b> + 0 00	+ 3,329 00	+ 7,981 00
<b>Manitoba tax on taxable income</b> (line 6 plus line 7)	<b>8</b> =	=	=

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

**Manitoba tax on taxable income** Line 1 \_\_\_\_\_ × 17.4% = \_\_\_\_\_ **9**

### Step 2 – Donations and gifts tax credit

Total donations and gifts	Line 17 of Schedule 11	14012 ●			
	On the first \$200 or less			× 10.9% =	
	On the remainder			× 17.4% =	+
<b>Donation and gifts tax credit</b> (line 10 plus line 11)		14014 ●	=		<b>12</b>

### Step 3 – Manitoba tax

Enter the amount from line 8 or line 9 above. **14021 ■** \_\_\_\_\_ **13**

Donations and gifts tax credit (line 12)					<b>14</b>
Dividend tax credit					
Line 24 of Schedule 8		× 35.44% =	14018 ●	+	<b>15</b>
Line 31 of Schedule 8		× 24.35% =	14015 ●	+	<b>16</b>
Minimum tax carryover					
Line 30 of Schedule 11		× 50% =	14016 ●	+	<b>17</b>
Family tax reduction					
\$225 minus (Line 50 of the return)		× 1% =	14120 ■	+	<b>18</b>
Total credits (add lines 14 to 18.)			=		<b>19</b>
Subtotal (line 13 minus line 19. If negative, enter "0".)					<b>20</b>
Manitoba additional tax for minimum tax purposes	Amount G from Chart 3 of Schedule 12	14002 ■	+		<b>21</b>
Subtotal (line 20 plus line 21)		14005 ■	=		<b>22</b>

Total Manitoba political contributions	14141 ●				<b>23</b>
Allowable political contribution tax credit (see instructions on back)	14140 ■	+			<b>24</b>
Manitoba foreign tax credit (from Form T2036)	14080 ●	+			<b>25</b>
Subtotal (line 24 plus line 25)		=			<b>26</b>

**Manitoba tax** (line 22 minus line 26. If negative, enter "0".)

Enter this amount on line 82 of the return. **14170 =** \_\_\_\_\_ **27**

# Manitoba Tax Instructions

## What's new for 2006

The dividend tax credit calculation has changed. The tax rate that applies to the second tax bracket and the tax on the base amount that applies to the third tax bracket have also changed.

Use the following chart to calculate the allowable political contribution tax credit.

### Line 24 – Allowable political contribution tax credit

A trust can deduct from its taxes payable to Manitoba part of the amounts it paid to:

- a registered political party of Manitoba; or
- a candidate seeking election to the Manitoba legislature.

Attach an official receipt to the return as proof of payment, and use the **applicable** column to calculate the allowable credit:

Total political contributions in the year: \_\_\_\_\_ **A**  
Enter amount A on line 23.

		Contributions of \$400 or less	Contributions more than \$400, but not more than \$750	Contributions more than \$750, but not more than \$1,275	Contributions over \$1,275
Amount A	1				
Contribution base	2	– 0 00	– 400 00	– 750 00	
Line 1 minus line 2	3	=	=	=	
Credit rate	4	× 75%	× 50%	× 33.33%	
Line 3 multiplied by line 4	5	=	=	=	
Base credit	6	+ 0 00	+ 300 00	+ 475 00	
Allowable credit – line 5 plus line 6	7	=	=	=	\$650.00
Enter this amount on line 24.					

### If you have questions...

If you have questions about **Manitoba tax**, visit the Canada Revenue Agency (CRA) Web site at [www.cra.gc.ca](http://www.cra.gc.ca) or call the CRA at 1-800-959-8281. To get forms, visit the CRA Web site at [www.cra.gc.ca/forms](http://www.cra.gc.ca/forms) or call 1-800-959-2221.

You can also contact the Manitoba Tax Assistance Office. In Winnipeg, call 948-2115. Outside Winnipeg, call 1-800-782-0771. Information is also available on the Government of Manitoba Web site at [www.gov.mb.ca/finance/tao](http://www.gov.mb.ca/finance/tao).