

You have to complete this form for a trust resident in Newfoundland and Labrador **and** for a non-resident trust that carries on a business through a permanent establishment in Newfoundland and Labrador. **Include a completed copy of this form with the trust's return.**

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

## Step 1 – Newfoundland and Labrador 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:  | \$31,278 or less | more than \$31,278,<br>but not more than<br>\$62,556 | more than \$62,556   |
|--|------------------|--|----------------------|
| Enter the amount from line 1.  | <b>2</b> _____   | _____  | _____ <b>2</b>       |
| Base amount  | <b>3</b> – 0 00  | – 31,278 00  | – 62,556 00 <b>3</b> |
| Line 2 minus line 3  | <b>4</b> = _____ | = _____  | = _____ <b>4</b>     |
| Rate   | <b>5</b> × 7.7%  | × 12.65%   | × 14.4% <b>5</b>     |
| Multiply the amount on line 4 by the rate on line 5.                           | <b>6</b> = _____ | = _____  | = _____ <b>6</b>     |
| Tax on base amount   | <b>7</b> + 0 00  | + 2,408 00   | + 6,365 00 <b>7</b>  |
| <b>Newfoundland and Labrador tax on taxable income</b><br>(line 6 plus line 7) | <b>8</b> = _____ | = _____  | = _____ <b>8</b>     |

### Inter vivos trusts (other than grandfathered)

**Newfoundland and Labrador tax on taxable income:** Line 1 \_\_\_\_\_ × 14.4% = \_\_\_\_\_ **9**

## Step 2 – Donations and gifts tax credit

|  |                            |         |           |   |                   |
|--|----------------------------|---------|-----------|---|-------------------|
| Total donations and gifts                                    | Line 17A of Schedule 11    | 13012 • |           |   |                   |
|  | On the first \$200 or less |         | × 7.7% =  |   | <b>10</b>         |
|  | On the remainder           |         | × 14.4% = | + | <b>11</b>         |
| <b>Donations and gifts tax credit</b> (line 10 plus line 11) |                            |         |           | = | 13014 ■ <b>12</b> |

## Step 3 – Newfoundland and Labrador tax

Enter the amount from line 8 or line 9 above. \_\_\_\_\_ 13011 ■ \_\_\_\_\_ **13**

Donations and gifts tax credit (line 12) \_\_\_\_\_ **14**

Dividend tax credit (see instructions on back)

Line 24 amount of Schedule 8 paid **before** July 1, 2010 \_\_\_\_\_ × 31.42% = 13019 • + \_\_\_\_\_ **15**

Line 24 amount of Schedule 8 paid **after** June 30, 2010 \_\_\_\_\_ × 36% = 13018 • + \_\_\_\_\_ **15A**

Line 31 amount of Schedule 8 \_\_\_\_\_ × 25% = 13015 ■ + \_\_\_\_\_ **16**

Minimum tax carryover

Line 30 of Schedule 11 \_\_\_\_\_ × 51.3% = 13016 ■ + \_\_\_\_\_ **17**

Total credits (add lines 14 to 17) \_\_\_\_\_ = \_\_\_\_\_ **18**

Subtotal (line 13 minus line 18. If negative, enter "0".) \_\_\_\_\_ = \_\_\_\_\_ **19**

Newfoundland and Labrador additional tax for minimum tax purposes (Amount A from Chart 3 of Schedule 12) 13002 ■ + \_\_\_\_\_ **20**

Subtotal (line 19 plus line 20) 13005 ■ = \_\_\_\_\_ **21**

Newfoundland and Labrador foreign tax credit (from Form T2036, *Provincial or Territorial Foreign Tax Credit*) 13060 • – \_\_\_\_\_ **22**

**Newfoundland and Labrador tax** (line 21 minus line 22. If negative, enter "0".)

Enter this amount on line 82 of the return. \_\_\_\_\_ 13090 ■ = \_\_\_\_\_ **23**

# Newfoundland and Labrador Tax Instructions

## What's new for 2010

The base amounts, the rate that applies to the second and third income tax brackets, and the tax on base amounts have changed. The rate that applies to the taxable income of inter vivos trusts, the higher rate that applies to the donations and gifts tax credit, and the rate that applies to the amount of eligible dividends, for purposes of the dividend tax credit, have changed.

## Lines 15 and 15A – Dividend tax credit

Enter on line 15, that part of the amount of the eligible dividends (from line 24 of Schedule 8) that was paid **before** July 1, 2010.

Enter on line 15A, that part of the amount of the eligible dividends (from line 24 of Schedule 8) that was paid **after** June 30, 2010.

## If you have questions...

If you have questions about Newfoundland and Labrador tax and credits, 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, go to the CRA Web page at [www.cra.gc.ca/forms](http://www.cra.gc.ca/forms), or call **1-800-959-2221**.