# **Nunavut Tax**

You have to complete this form for a trust resident in Nunavut or for a non-resident trust if it carries on a business through a permanent establishment in Nunavut.

Taxable income (line 56 of the return)				1
Step 1 – Nunavut tax on taxable income				
Testamentary trusts or grandfathered int	er vivos trusts			
Use the amount on line 1 to determine which <b>one</b> of the following columns you have to complete.		more than \$35,595, but not more than	more than <b>\$71,190</b> , but not more than	
If the amount from line 1 is:	\$35,595 or less	\$71,190	\$115,739	more than \$115,739
Enter the amount from line 1 above  Base amount  Line 2 minus line 3  Rate  Multiply the amount on line 4 by the rate on line 5  Tax on base amount  Nunavut tax on taxable income (line 6 plus line 7)  8	- 0 00 =	- 35,595 00 =	- 71,190 00 =	2 - 115,739 00 3 4
Inter vivos trusts (other than grandfathered)				
Nunavut tax on taxable income	Line 1		× 11.5% =	9
Step 2 – Donations and gifts tax credit  Total donations and gifts  Line 17 of Sche On the first \$200			40/	10
On the ren	<del></del>		× 4% = × 11.5% =	+ 11
Donations and gifts tax credit (line 10 plus line	11)		13714	12
Step 3 – Nunavut tax  Enter the amount from line 8 or line 9 above			13701	13
Denotions and gifts toy gradit (line 12)			44	
Donations and gifts tax credit (line 12)  Dividend tax credit  Line 21 of Schedule 8  Minimum tax carryover  Line 27A of Schedule 11		20% = 13715 • + 45% = 13716 • +	15	
Total credits (add lines 14 to 16)		=		_ 17
Subtotal (line 13 minus line 17. If negative, enter	"0")			= 18
Nunavut additional tax for minimum tax purposes Subtotal (line 18 plus line 19)		Amount K from Chart		
Subtotal (line 16 plus line 19)			13705	= 20
Nunavut foreign tax credit (from Form T2036)  Total Nunavut political contributions  Allowable political contribution tax credit (see inst Unused risk capital investment tax credit (see ins Specify:		13550 • 22 13610 • + +	21 23 24	_ 25
Total credits (add lines 21, 23, and 24)				25
<b>Nunavut tax</b> (line 20 minus line 25. If negative, e Enter this amount on line 82 of the return.	nter "0")		13700	■ = 26

## **Nunavut Tax Instructions**

#### What's new for 2005

The base amounts and the tax on base amounts have changed. Also, you can no longer claim the risk capital investment tax credit. On line 24 of this form, you can only claim an amount of unused risk capital investment tax credit from previous years.

See below for more information about the following amounts:

- allowable political contribution tax credit; and
- unused risk capital investment tax credit.

#### Line 23 - Allowable political contribution tax credit

A trust can deduct from its taxes payable to Nunavut a portion of the amounts it paid to:

- a registered political party of the territory;
- a registered constituency association of the territory; or
- a candidate seeking election to the territory's legislature.

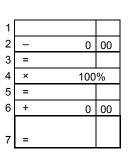
Attach an official receipt to the return as proof of payment, and use the applicable column to calculate the allowable credit:

Contributions of \$100 or less

Total political contributions in the year: Enter amount A on line 22.

\_\_\_\_

Amount A
Contribution base
Line 1 minus line 2
Credit rate
Line 3 multiplied by line 4
Base credit
Allowable credit – line 5 plus line 6
Enter this amount on line 23.



more than \$900				
1	100	00		
II				
×	50	0%		
II				
+ 1	100	00		
=				

Contributions more

than \$100, but not

Contributions over \$900

\$500.00

### Line 24 - Unused risk capital investment tax credit

You can claim the following unused Nunavut tax credits:

- labour-sponsored venture capital corporation tax credit;
- community-endorsed venture capital corporation tax credit; and
- territorial business corporation direct investment tax credit.

If you do not need to use the entire amount of the unused credit to reduce the territorial tax payable to zero, you can carry any unused amount forward for seven years. If you want to carry an amount forward, attach a letter to the return, telling us:

- the amount of the carryforward;
- the year(s) of the original investment; and
- the year(s) to which you want the amount applied.

Enter on line 24 of this form, the amount of the unused risk capital investment tax credit from previous years or \$30,000, whichever is less.

On line 24, specify the type of tax credit in the space provided.

## If you have questions...

If you have questions about Nunavut tax credits, contact:

Finance Department Government of Nunavut P.O. Box 1000, Station 330 Iqaluit NU X0A 0H0 Telephone: 1-867-975-5800

Fax: 1-867-975-6825

If you have questions about **Nunavut tax**, contact the Canada Revenue Agency. You can call us at **1-800-959-8281**. Our telephone numbers are listed on our Web site at **www.cra.gc.ca/contact**, and in the government section of your telephone book.