



TAX ON SPLIT INCOME – 2008

Use this form to calculate your tax on split income if you meet **all** of the following conditions:

- you were born in 1991 or later;
- you were a non-resident at no time in 2008;
- you have a parent who was resident in Canada at any time in 2008; and
- you reported on your 2008 return, split income as described below.

Split income **includes** the following amounts:

- **taxable amount of dividends (eligible and other than eligible)** from ownership of shares of a corporation (other than from shares of a class listed on a prescribed stock exchange and those of a mutual fund corporation), whether received directly or through a partnership or trust (other than a mutual fund trust);
- **shareholder benefits** (other than from ownership of shares of a class listed on a prescribed stock exchange) conferred on you, whether directly or through a partnership or trust (other than a mutual fund trust); and
- **other income** you received from a partnership or trust (other than a mutual fund trust) that came from income that a partnership or trust earned from providing property or services to, or in support of, a business carried on by:
 - a person related to you at any time in 2008;
 - a corporation of which one of your relatives was a specified shareholder at any time in 2008; or
 - a professional corporation of which one of your relatives was a shareholder at any time in 2008.

Split income **does not include** the income described above from property you inherited from a parent. It also does not include the income described above from property you inherited from anyone else provided you were either enrolled as a full-time student at a post-secondary educational institution in 2008, or you were eligible to claim the disability amount for 2008.

Complete Part 1 to calculate your federal tax on split income. Complete Part 2 to calculate your provincial or territorial tax.

Attach a completed copy of this form to your return.

Part 1 – Federal tax on split income

The part of the taxable amount of dividends (eligible and other than eligible) described above received from taxable Canadian corporations

6835 | 1

The part of the taxable amount of dividends other than eligible dividends, included on line 1, from taxable Canadian corporations

6834 | 2

All other split income

+ | 3

Total split income: Add lines 1 and 3

Enter this amount on line 232 of your return

6836 = | 4

Federal tax on split income: Multiply the amount on line 4 by 29%

Enter this amount on line 424 of Schedule 1

5

Note: To determine the amount to enter on line 417 of Schedule 1, continue.

Federal dividend tax credit on split income:

Amount from line 1 above

6

Amount from line 2 above

7

$\times 13.3333\% =$

9

Line 6 minus line 7 (if negative, enter "0")

8

$\times 18.9655\% =$

10

Add lines 9 and 10

▶ | 11

Line 5 minus line 11

= | 12

Note: If the amount on line 12 is greater than the amount on line 429 of Schedule 1, use the amount on line 12, instead of the amount on line 429 of Schedule 1, when you calculate the refundable Quebec or Yukon First Nations abatement and the federal surtax on income earned outside Canada.

Federal foreign tax credit on split income:

The part of the amount on line 3 that is from foreign sources

6837

Amount from line 405 of Schedule 1

X

= | 13

Total income from foreign sources

6838

Line 12 minus line 13 (if negative, enter "0")

= | 14

Enter the amount from line 406 of Schedule 1

15

Enter the amount from line 416 of Schedule 1

16

Line 15 minus line 16 (if negative, enter "0")

17

Enter the amount from line 14 or line 17, whichever is **greater**

Enter this amount on line 417 of Schedule 1

18

To calculate your provincial or territorial tax, continue on the next page ➔

Part 2 – Provincial/territorial tax payable by an individual with split income

Provincial/territorial tax on split income

Total split income from line 4 on the previous page	_____		19
Enter the tax rate that applies to your province or territory from column 2 in the chart below	_____	×	%
Multiply the amount on line 19 by the tax rate you entered on line 20	_____	=	
Enter this amount on the line of your Form 428 shown in column 3 in the chart below	_____		21

Note: To determine the amount to enter on line 428 of your return, continue.

Provincial/territorial dividend tax credit on split income for eligible dividends and dividends other than eligible dividends

Enter the amount from line 8 on the previous page	_____		22
Enter the eligible dividend tax credit rate that applies to your province or territory from column 4 in the chart below	_____	×	%
Multiply the amount on line 22 by the rate you entered on line 23	_____	=	
Enter the amount from line 7 on the previous page	_____		25
Enter the dividend other than eligible dividend tax credit rate that applies to your province or territory from column 5 in the chart below	_____	×	%
Multiply the amount on line 25 by the rate you entered on line 26	_____	=	
	_____	+	
Add lines 24 and 27	_____	=	
Line 21 minus line 28	_____	=	

Provincial/territorial foreign tax credit on split income

Amount from line 6837 on the previous page	_____	×		=		30
Amount from line 6838 on the previous page	_____		X		=	
	_____		=		31	
Line 29 minus line 30	_____	=		31		

Enter the amount from the line number of your Form 428 shown in column 7 in the chart below	_____		32
Enter the amount from line 31 or line 32, whichever is greater	_____		33
Enter this amount on line 428 of your return	_____		33

Column 1	Column 2	Column 3	Column 4	Column 5	Column 6	Column 7
Province or territory	Tax rate	Enter the amount from line 21 on:	Eligible dividend tax credit rate	Dividend other than eligible dividend tax credit rate	Provincial/territorial foreign tax credit from:	Enter on line 32 the amount from:
NL	16%	line 39 of Form NL428	6.65%	5%	line 49 of Form NL428	line 80 of Form NL428
PE	16.7%	line 40 of Form PE428	10.5%	4.3%	line 73 of Form PE428	line 77 of Form PE428
NS	17.5%	line 40 of Form NS428	8.85%	7.7%	line 52 of Form NS428	line 82 of Form NS428
NB	17.95%	line 38 of Form NB428	12%	5.3%	line 49 of Form NB428	line 77 of Form NB428
ON	11.16%	line 39 of Form ON428	7%	5.13%	line 61 of Form ON428	line 71 of Form ON428
MB	17.4%	line 41 of Form MB428	11%	3.15%	line 58 of Form MB428	line 67 of Form MB428
SK	15%	line 43 of Form SK428	11%	6%	line 53 of Form SK428	line 75 of Form SK428
AB	10%	line 31 of Form AB428	9%	4.5%	line 41 of Form AB428	line 50 of Form AB428
BC	14.7%	line 39 of Form BC428	12%	5.1%	line 49 of Form BC428	line 69 of Form BC428
YT	12.76%	line 43 of Form YT428	11%	4.45%	line 59 of Form YT428	line 75 of Form YT428
NT	14.05%	line 38 of Form NT428	11.5%	6%	line 48 of Form NT428	line 54 of Form NT428
NU	11.5%	line 39 of Form NU428	6.2%	4%	line 49 of Form NU428	line 52 of Form NU428