# Tax Instalments

**For the taxation year ended** 2020-12-31

**Business number** 86584 4575 RC0001

The following is a list of instalments payable for the current taxation year, and the last column indicates the instalments payable to the Canada Revenue Agency (CRA). The instalments must be paid on each of the dates indicated below, otherwise non-deductible interest might be charged.

○ .
○
○
○

You can mail a cheque or a money order payable to the Minister of Finance, to Ministry of Finance, HYDRO PILS DIVISION, 33 King St, Oshawa ON L1H 1A1.

## Monthly instalment workchart

| Date | Monthly tax instalments | Refund transferred to instalments | Instalments paid | Cumulative difference | Instalments payable |
|---|---|---|---|---|---|
| 2020-01-31 | 15,000 | | 23,350 | -8,350 | |
| 2020-02-29 | 15,000 | | 23,350 | -16,700 | |
| 2020-03-31 | 15,000 | | 23,350 | -25,050 | |
| 2020-04-30 | 15,000 | | 23,350 | -33,400 | |
| 2020-05-31 | 15,000 | | 23,350 | -41,750 | |
| 2020-06-30 | 15,000 | | 23,350 | -50,100 | |
| 2020-07-31 | 15,000 | | | -35,100 | |
| 2020-08-31 | 15,000 | | | -20,100 | |
| 2020-09-30 | 15,000 | | | -5,100 | |
| 2020-10-31 | 15,000 | | | | 9,900 |
| 2020-11-30 | 15,000 | | | | 15,000 |
| 2020-12-31 | 14,993 | | | | 14,993 |
| | | | | | |
| | | | | | |
| | | | | | |
| **Totals** | 179,993 | | 140,100 | | 39,893 |

Canada Revenue Agency / Agence du revenu du Canada

Code 1501

# Scientific Research and Experimental Development (SR&ED) Expenditures Claim

**Use this form:**
- to provide technical information on your SR&ED projects;
- to calculate your SR&ED expenditures; and
- to calculate your qualified SR&ED expenditures for investment tax credits (ITC).

**To claim an ITC, use either:**
- Schedule T2SCH31, *Investment Tax Credit – Corporations*, or
- Form T2038(IND), *Investment Tax Credit (Individuals)*.

The information requested in this form and documents supporting your expenditures and project information (Part 2) are prescribed information.

Your SR&ED claim must be filed within 12 months of the filing due date of your income tax return.

To help you fill out this form, use the T4088, *Guide to Form T661*, which is available on our Web site: **www.cra.gc.ca/sred**.

## Part 1 – General information

**010** Name of claimant: Waterloo North Hydro Inc.

Enter one of the following:

Business number (BN): 86584 4575 RC0001

Social insurance number (SIN):

Tax year
From: 2019-01-01 (Year Month Day)
To: 2019-12-31 (Year Month Day)

**050** Total number of projects you are claiming this tax year:

**100** Contact person for the financial information: Albert Singh

**105** Telephone number/extension: (519) 888-5542

**110** Fax number: (519) 886-8592

**115** Contact person for the technical information: Tyler Tracey

**120** Telephone number/extension: (519) 888-5598

**125** Fax number:

**151** If this claim is filed for a partnership, was Form T5013 filed? . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . 1 ☐ Yes 2 ☐ No

If you answered **no** to line 151, complete lines 153, 156 and 157.

| **153** Names of the partners | **156** % | **157** BN or SIN |
|---|---|---|
| 1 | | |
| 2 | | |
| 3 | | |
| 4 | | |
| 5 | | |

## Part 2 - Project information

CRA internal form identifier 060
Code 1501

**Complete a separate Part 2 for each project claimed this year.**

### Section A - Project identification

**200** Project title (and identification code if applicable)

See schedule

## Part 3 – Calculation of SR&ED expenditures

**What did you spend on your SR&ED projects?**

### Section A – Select the method to calculate the SR&ED expenditures

I elect (choose) to use the following method to calculate my SR&ED expenditures and related investment tax credits (ITC) for this tax year.
I understand that my election is irrevocable (cannot be changed) for this tax year.

**160** 1 ☐ I elect to use the proxy method
(Enter "0" on line 360 and complete Part 5.)

**162** 1 ☐ I choose to use the traditional method
(Enter "0" on lines 355 and 502. Complete line 360.)

### Section B – Calculation of allowable SR&ED expenditures (to the nearest dollar)

| | | | |
|---|---|---|---|
| • SR&ED portion of salary or wages of employees directly engaged in the SR&ED: | | | |
| a) Employees other than specified employees for work performed in Canada | **300** | + | |
| b) Specified employees for work performed in Canada | **305** | + | |
| **Subtotal** (add lines 300 and 305) | 306 | = | |
| c) Employees other than specified employees for work performed outside Canada (subject to limitations – see guide) | **307** | + | |
| d) Specified employees for work performed outside Canada (subject to limitations – see guide) | **309** | + | |
| • Salary or wages identified on line 315 in prior years that were paid in this tax year | **310** | + | |
| • Salary or wages incurred in the year but not paid within 180 days of the tax year end | **315** | | |
| • Cost of materials consumed in performing SR&ED | **320** | + | |
| • Cost of materials transformed in performing SR&ED | **325** | + | |
| • Contract expenditures for SR&ED performed on your behalf: | | | |
| a) Arm's length contracts (see note 1) | **340** | + | |
| b) Non-arm's length contracts (see note 1) | **345** | + | |
| • Lease costs of equipment used **before 2014**: | | | |
| a) All or substantially all (90% of the time or more) for SR&ED | **350** | + | |
| b) Primarily (more than 50% of the time but less than 90%) for SR&ED. (Enter 50% of lease costs if you use the proxy method or enter "0" if you use the traditional method) | **355** | + | |
| • Overhead and other expenditures (enter "0" if you use the proxy method) | **360** | + | |
| • Third-party payments (see note 2) (complete Form T1263*) | **370** | + | |
| **Total current SR&ED expenditures** (add lines 306 to 370; do not add line 315)<br>(Corporations may need to adjust line 118 of schedule T2SCH1) | **380** | = | |
| • Capital expenditures for depreciable property available for use **before 2014**<br>(Do not include these capital expenditures on schedule T2SCH8) | **390** | + | |
| **Total allowable SR&ED expenditures** (add lines 380 and 390) | **400** | = | |

### Section C – Calculation of pool of deductible SR&ED expenditures (to the nearest dollar)

| | | | |
|---|---|---|---|
| Amount from line 400 | 420 | | |
| **Deduct** | | | |
| • provincial government assistance for expenditures included on line 400 | **429** | – | |
| • other government assistance for expenditures included on line 400 | **431** | – | |
| • non-government assistance for expenditures included on line 400 | **432** | – | |
| • SR&ED ITCs applied and/or refunded in the prior year (see guide) | **435** | – | 88,431 |
| • sale of SR&ED capital assets and other deductions | **440** | – | |
| **Subtotal** (line 420 minus lines 429 to 440) | 442 | = | -88,431 |
| **Add** | | | |
| • repayments of government and non-government assistance that previously reduced the SR&ED expenditure pool | **445** | + | |
| • prior year's pool balance of deductible SR&ED expenditures (from line 470 of prior year T661) | **450** | + | |
| • SR&ED expenditure pool transfer from amalgamation or wind-up | **452** | + | |
| • amount of SR&ED ITC recaptured in the prior year | **453** | + | |
| **Amount available for deduction** (add lines 442 to 453)<br>(enter positive amount only, include negative amount in income) | **455** | = | |
| • Deduction claimed in the year<br>(Corporations should enter this amount on line 411 of schedule T2SCH1) | **460** | – | |
| **Pool balance of deductible SR&ED expenditures to be carried forward to future years** (line 455 minus 460) | **470** | = | |

* Form T1263, *Third-Party Payments for Scientific Research and Experimental Development (SR&ED)*

Note 1 – For contract expenditures made after 2013, no amounts for purchasing or leasing capital property can be included.

Note 2 – For third-party payments made after 2013, no amounts for purchasing or leasing capital property can be included.

## Part 4 – Calculation of qualified SR&ED expenditures for investment tax credit (ITC) purposes

**The resulting amount is used to calculate your refundable and/or non refundable ITC.**

**Enter the breakdown between current and capital expenditures (to the nearest dollar)**

| | | Current Expenditures | | Capital Expenditures |
|---|---|---|---|---|
| **Total expenditures for SR&ED** (from lines 380 and 390) | 492 | | 496 | |
| **Add** | | | | |
| • payment of prior years' unpaid amounts (other than salary or wages) (see note 5) | 500 | + | | |
| • prescribed proxy amount (complete Part 5) (Enter "0" if you use the traditional method) | 502 | + | | |
| • expenditures on shared-use equipment for property acquired **before 2014** | | | 504 | + |
| • qualified expenditures transferred to you (see note 3) (complete Form T1146**) | 508 | + | 510 | + |
| **Subtotal** (add lines 492 to 508, and add lines 496 to 510) | 511 | = | 512 | = |
| **Deduct (see note 4)** | | | | |
| • provincial government assistance | 513 | – | 514 | – |
| • other government assistance | 515 | – | 516 | – |
| • non-government assistance and contract payments | 517 | – | 518 | – |
| • current expenditures (other than salary or wages) not paid within 180 days of the tax year end (see note 5) | 520 | – | | |
| • amounts paid in respect of an SR&ED contract to a person or partnership that is not a taxable supplier | 528 | – | | |
| • 20% of expenditures included on lines 340 and 370 | 529 | – | | |
| • prescribed expenditures not allowed by regulations (see guide) | 530 | – | 532 | – |
| • other deductions (see guide) | 533 | – | 535 | – |
| • non-arm's length transactions | | | | |
| – assistance allocated to you (complete Form T1145*) | 538 | – | 540 | – |
| – expenditures for non-arm's length SR&ED contracts (from line 345) | 541 | – | | |
| – adjustments to purchases (limited to costs) of goods and services from non-arm's length suppliers (see guide) | 542 | – | 543 | – |
| – qualified expenditures you transferred (complete Form T1146**) | 544 | – | 546 | – |
| **Subtotal** (line 511 minus lines 513 to 544 and line 512 minus lines 514 to 546) | 557 | = | 558 | = |
| **Qualified SR&ED expenditures** (add lines 557 and 558) | | | 559 | = |
| **Add** | | | | |
| • repayments of assistance and contract payments made in the year | | | 560 | + |
| **Total qualified SR&ED expenditures for ITC purposes** (add lines 559 and 560) | | | 570 | = |

* Form T1145, *Agreement to Allocate Assistance for SR&ED Between Persons Not Dealing at Arm's Length*

** Form T1146, *Agreement to Transfer Qualified Expenditures Incurred in Respect of SR&ED Contracts Between Persons Not Dealing at Arm's Length*

Note 3 – On line 510 (capital) – Only include expenditures made before 2014 by the transferor (performer). Complete the latest version of Form T1146.

Note 4 – On lines 514, 516, 518, 532, 535, 540, 543 and 546 – Only include amounts related to expenditures of a capital nature made before 2014.

Note 5 – For arm's length contracts, only include 80% of the contract amount.

## Part 5 – Calculation of prescribed proxy amount (PPA)

**A notional amount representing your overhead and other expenditures.**

This part calculates the PPA to enter on line 502 in Part 4. Do not complete this part if you have chosen to use the traditional method in Part 3 (line 162).
You can only claim a PPA if you elected to use the proxy method for the year in Part 3 (line 160).

Special rules apply for specified employees. Calculate your salary base in Section A and the PPA in Section B.

### Section A – Salary base

Salary or wages of employees other than specified employees (from lines 300 and 307) . . . . . . . . . . . . . . . . . . . . . . **810** +

**Deduct**

Bonuses, remuneration based on profits, and taxable benefits that were included on line 810 . . . . . . . . . . . . . . . . . . . . . **812** –

**Subtotal** (line 810 minus 812) . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **814** =

**Salary or wages of specified employees**

| 850 | 852 | 854 | 856 | 858 | 860 |
|---|---|---|---|---|---|
| **Column 1** | **Column 2** | **Column 3** | **Column 4** | **Column 5** | **Column 6** |
| Name of specified employee | Total salary or wages for the year (SR&ED and non-SR&ED) excluding bonuses, remuneration based on profits, and taxable benefits (to the nearest dollar) | % of time spent on SR&ED (maximum 75%) | Amount in column 2 multiplied by percentage in column 3 | 2,5 x A x B/365<br>A = Year's maximum pensionable earnings<br>B = Number of days employed in tax year | Amount in column 4 or 5, whichever amount is less |
| | | | | | |
| | | | | (Enter total of column 6 on line 816) | |

**816** +

**Salary base** (total of lines 814 and 816) . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **818** =

### Section B – Prescribed proxy amount (PPA)

Enter 65% of the salary base (line 818) less 5% of the salary base for the number of 2013 calendar days in the tax year, and less 10% of the salary base for number of days after 2013 in the tax year (use the formula in the guide-line 820) . . . . . . . **820** =

**Enter the amount from line 820 on line 502 in Part 4 unless the overall cap on PPA applies to you.** . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . .

**(See the guide for explanation and example of the overall cap on PPA)**

## Part 6 – Project costs

Information requested in this part must be provided for **all** SR&ED projects claimed in the year.
Expenditures should be recorded and allocated on a project basis.

| 750 | 752 | 754 | 756 |
|---|---|---|---|
| Project title or identification code | Salary or wages in the tax year (Total of lines 306 to 309) | Cost of materials in the tax year (Total of lines 320 and 325) | Contract expenditures for SR&ED performed on your behalf in the tax year (Total of lines 340 and 345) |
| 1. | | | |
| **Total** | | | |

## Part 7 – Additional information

**Expenditures for SR&ED performed by you in Canada** (line 400 minus lines 307, 309, 340, 345, and 370) . . . . . . . . . . . . **605** ______

From the total you entered on line 605, estimate the percentage of distribution of the sources of funds for SR&ED performed within your organization.

| | | Canadian (%) | | Foreign (%) |
|---|---|---|---|---|
| Internal | **600** | | | |
| Parent companies, subsidiaries, and affiliated companies | **602** | | **604** | |
| Federal grants (do not include funds or tax credits from SR&ED tax incentives) | **606** | | | |
| Federal contracts | **608** | | | |
| Provincial funding | **610** | | | |
| SR&ED contract work performed for other companies on their behalf | **612** | | **614** | |
| Other funding (e.g., universities, foreign governments) | **616** | | **618** | |

For statistical purposes indicate whether the work you performed falls within the realm of Basic or Applied research (to advance scientific knowledge) or Experimental development (to achieve a technological advancement):

**620** 1 ☐ Basic or Applied research

**622** 1 ☐ Experimental development

Enter the number of SR&ED personnel in full-time equivalents (FTE):

| | | |
|---|---|---|
| Scientists and engineers | **632** | |
| Technologists and technicians | **634** | |
| Managers and administrators | **636** | |
| Other technical supporting staff | **638** | |

## Part 8 – Claim checklist

To ensure your claim is complete, make sure you have:

1. used the current version of this form . . . . . ☒
2. entered the method you have chosen for reporting your SR&ED expenditures in Section A of Part 3 . . . . . ☐
3. completed Part 2 for each project . . . . . ☐
4. filed a completed Schedule T2SCH31 or Form T2038(IND) to claim ITCs on your qualified SR&ED expenditures . . . . . ☐
5. filed a completed Form T1145*, T1146**, T1174*** and/or T1263**** including any required attachments, if applicable . . . . . ☐

To expedite the processing of your claim, make sure you have:

1. completed Form T2, *Corporation Income Tax Return* or Form T1, *Income Tax and Benefit Return* . . . . . ☐
2. filed the appropriate provincial and/or territorial tax credit forms, if applicable . . . . . ☐
3. retained documents to support the SR&ED work performed and SR&ED expenditures you claimed . . . . . ☐
4. checked boxes 231 and 232 on page 2 of your T2 return to indicate attachment of Form T661 and Schedule T2SCH31 . . . . . ☒

* Form T1145, *Agreement to Allocate Assistance for SR&ED Between Persons Not Dealing at Arm's Length*

** Form T1146, *Agreement to Transfer Qualified Expenditures Incurred in Respect of SR&ED Contracts Between Persons Not Dealing at Arm's Length*

*** Form T1174, *Agreement Between Associated Corporations to Allocate Salary or Wages of Specified Employees for Scientific Research and Experimental Development (SR&ED)*

**** Form T1263, *Third·Party Payments for Scientific Research and Experimental Development (SR&ED)*

## Part 9 – Claim preparer information

Information requested in this part must be provided for each claim preparer that has accepted consideration to prepare or assist in the preparation of this SR&ED claim. Certification is required on lines 935, 970, and 975.

**A $1000 penalty may be assessed if the information requested below about the claim preparer(s) and billing arrangement(s), is missing, incomplete, or inaccurate. Where a claim preparer has prepared or assisted in the preparation of this SR&ED form, the claimant and the claim preparer will be jointly and severally, or solidarily, liable for the penalty.**

**935** **Was a claim preparer engaged in any aspect of the preparation of this SR&ED claim?**

1 ☐ Yes (complete the claim preparer information table and lines 970 and 975 below)

2 ☒ No (complete lines 970 and 975)

**Claim preparer information table**

| 940 | 945 | 950 | 955 | 960 | 965 |
|---|---|---|---|---|---|
| Name of claim preparer (company or individual) | Business number | Billing arrangement code (see codes*) | Billing rate (percentage, hourly/daily rate or flat fee) | Other billing arrangement(s) (Maximum 10 words) | Total fee paid, payable, or expected to pay |
| 1. | | | | | |
| | | | | **Total** | |

*** Billing arrangement codes**

| Code | Type of billing arrangement |
|---|---|
| 1 | Contingency fee arrangement – where the fee is based on a percentage of the investment tax credit earned |
| 2 | Hourly rate |
| 3 | Daily rate |
| 4 | Flat fee arrangement (lump sum) |
| 5 | Other arrangements – describe the arrangement in box 960 in 10 words or less |

**970** I, Albert Singh, certify that the information provided in this part is complete
Name of authorized signing officer of the corporation, or individual (print)
and accurate.

Signature

**975** 2020-06-18
Year Month Day

PREPARED SOLELY FOR INCOME TAX PURPOSES WITHOUT AUDIT OR REVIEW FROM INFORMATION PROVIDED BY THE TAXPAYER.

## Part 10 – Certification

I certify that I have examined the information provided on this form and on the attachments and it is true, correct, and complete.

**165** Albert Singh
Name of authorized signing officer of the corporation, or individual

Signature

**170**
Date

**175** KPMG LLP
Name of person/firm who completed this form

**Privacy Notice**

Personal information is collected pursuant to subsections 37(1), 37(11), and 162(5.1) of the *Income Tax Act* (the Act) and is used for verification of compliance, administration and enforcement of the Scientific Research and Experimental Development (SR&ED) program requirements.

Information may also be used for the administration and enforcement of other provisions of the Act, including assessment, audit, enforcement, collections, and appeals, and may be disclosed under information-sharing agreements in accordance with the Act. Incomplete or inaccurate information may result in assessment of monetary penalties and delays in processing SR&ED claims.

The social insurance number is collected pursuant to section 237 of the Act and is used for identification purposes.

Information is described in personal information bank CRA PPU 441 "Scientific Research and Experimental Development" in the Canada Revenue Agency (CRA) chapter of *Info Source*. Personal information is protected under the *Privacy Act*, and individuals have a right of access to, correction, and protection of their personal information. Further details regarding requests for personal information at the CRA and our *Info Source* chapter can be found at www.cra.gc.ca/atip.

200

Canada Revenue Agency | Agence du revenu du Canada

# T2 Corporation Income Tax Return

**055** **Do not use this area**

This form serves as a federal, provincial, and territorial corporation income tax return, unless the corporation is located in Quebec or Alberta. If the corporation is located in one of these provinces, you have to file a separate provincial corporation return.

All legislative references on this return are to the federal Income Tax Act and Income Tax Regulations. This return may contain changes that had not yet become law at the time of publication.

Send one completed copy of this return, including schedules and the General Index of Financial Information (GIFI), to your tax centre. You have to file the return within six months after the end of the corporation's tax year.

For more information see **canada.ca/taxes** or Guide T4012, T2 Corporation – Income Tax Guide.

## Identification

**Business number (BN)** . . . . . . . . . . **001** 86584 4575 RC0001

**Corporation's name**
**002** Waterloo North Hydro Inc.

**Address of head office**
Has this address changed since the last time we were notified? . . . . . . . . . . . . **010** Yes ☐ No ☒
If **yes**, complete lines 011 to 018.
**011** 526 Country Squire Road
**012** PO Box 640
City **015** Waterloo
Province, territory, or state **016** ON
Country (other than Canada) **017**
Postal or ZIP code **018** N2J 4A3

**Mailing address** (if different from head office address)
Has this address changed since the last time we were notified? . . . . . . . . . . . **020** Yes ☐ No ☒
If **yes**, complete lines 021 to 028.
**021** c/o
**022**
**023**
City **025**
Province, territory, or state **026**
Country (other than Canada) **027**
Postal or ZIP code **028**

**Location of books and records** (if different from head office address)
Has this address changed since the last time we were notified? . . . . . . . . . **030** Yes ☐ No ☒
If **yes**, complete lines 031 to 038.
**031**
**032**
City **035**
Province, territory, or state **036**
Country (other than Canada) **037**
Postal or ZIP code **038**

**040** **Type of corporation at the end of the tax year** (tick one)
- ☒ 1 Canadian-controlled private corporation (CCPC)
- ☐ 2 Other private corporation
- ☐ 3 Public corporation
- ☐ 4 Corporation controlled by a public corporation
- ☐ 5 Other corporation (specify)

If the type of corporation changed during the tax year, provide the effective date of the change . . . . . . . . . . . . . . . **043** Year Month Day

**To which tax year does this return apply?**
Tax year start **060** Year Month Day 2019-01-01
Tax year-end **061** Year Month Day 2019-12-31

**Has there been an acquisition of control resulting in the application of subsection 249(4) since the tax year start on line 060?** . . . . . . . . . . . . . . **063** Yes ☐ No ☒
If **yes**, provide the date control was acquired . . . . . . . . . . . . . . **065** Year Month Day

**Is the date on line 061 a deemed tax year-end according to subsection 249(3.1)?** . . . . . . . . . . . . **066** Yes ☐ No ☒

**Is the corporation a professional corporation that is a member of a partnership?** . . . . . . . . . . . . . . . . . **067** Yes ☐ No ☒

**Is this the first year of filing after:**
Incorporation? . . . . . . . . . . . . . . . **070** Yes ☐ No ☒
Amalgamation? . . . . . . . . . . . . . . . **071** Yes ☐ No ☒
If **yes**, complete lines 030 to 038 and attach Schedule 24.

**Has there been a wind-up of a subsidiary under section 88 during the current tax year?** . . . . . . . . . . . . . . **072** Yes ☐ No ☒
If **yes**, complete and attach Schedule 24.

**Is this the final tax year before amalgamation?** . . . . . . . . . . **076** Yes ☐ No ☒

**Is this the final return up to dissolution?** . . . . . . . . . . . . . . . . . . **078** Yes ☐ No ☒

**If an election was made under section 261, state the functional currency used** . . . . . . . . . . . . . . . . **079**

**Is the corporation a resident of Canada?** **080** Yes ☒ No ☐
If **no**, give the country of residence on line 081 and complete and attach Schedule 97.
**081**

**Is the non-resident corporation claiming an exemption under an income tax treaty?** . . . . . . . . . . . **082** Yes ☐ No ☒
If **yes**, complete and attach Schedule 91.

**If the corporation is exempt from tax under section 149, tick one of the following boxes:**
**085**
- ☐ 1 Exempt under paragraph 149(1)(e) or (l)
- ☐ 2 Exempt under paragraph 149(1)(j)
- ☐ 3 Exempt under paragraph 149(1)(t) (for tax years starting before 2019)
- ☐ 4 Exempt under other paragraphs of section 149

**Do not use this area**
**095** **096** **898**

## Attachments

**Financial statement information:** Use GIFI schedules 100, 125, and 141.
**Schedules** – Answer the following questions. For each **yes** response, **attach** the schedule to the T2 return, unless otherwise instructed.

| | | Yes | Schedule |
|---|---|---|---|
| Is the corporation related to any other corporations? | 150 | ☒ | 9 |
| Is the corporation an associated CCPC? | 160 | ☒ | 23 |
| Is the corporation an associated CCPC that is claiming the expenditure limit? | 161 | ☐ | 49 |
| Does the corporation have any non-resident shareholders who own voting shares? | 151 | ☐ | 19 |
| Has the corporation had any transactions, including section 85 transfers, with its shareholders, officers, or employees, other than transactions in the ordinary course of business? Exclude non-arm's length transactions with non-residents | 162 | ☐ | 11 |
| If you answered **yes** to the above question, and the transaction was between corporations not dealing at arm's length, were all or substantially all of the assets of the transferor disposed of to the transferee? | 163 | ☐ | 44 |
| Has the corporation paid any royalties, management fees, or other similar payments to residents of Canada? | 164 | ☐ | 14 |
| Is the corporation claiming a deduction for payments to a type of employee benefit plan? | 165 | ☒ | 15 |
| Is the corporation claiming a loss or deduction from a tax shelter? | 166 | ☐ | T5004 |
| Is the corporation a member of a partnership for which a partnership account number has been assigned? | 167 | ☐ | T5013 |
| Did the corporation, a foreign affiliate controlled by the corporation, or any other corporation or trust that did not deal at arm's length with the corporation have a beneficial interest in a non-resident discretionary trust (without reference to section 94)? | 168 | ☐ | 22 |
| Did the corporation own any shares in one or more foreign affiliates in the tax year? | 169 | ☐ | 25 |
| Has the corporation made any payments to non-residents of Canada under subsections 202(1) and/or 105(1) of the Income Tax Regulations? | 170 | ☐ | 29 |
| Did the corporation have a total amount over CAN$1 million of reportable transactions with non-arm's length non-residents? | 171 | ☐ | T106 |
| For private corporations: Does the corporation have any shareholders who own 10% or more of the corporation's common and/or preferred shares? | 173 | ☒ | 50 |
| Has the corporation made payments to, or received amounts from, a retirement compensation plan arrangement during the year? | 172 | ☐ | ——— |
| Does the corporation earn income from one or more Internet web pages or websites? | 180 | ☐ | 88 |
| Is the net income/loss shown on the financial statements different from the net income/loss for income tax purposes? | 201 | ☒ | 1 |
| Has the corporation made any charitable donations; gifts of cultural or ecological property; or gifts of medicine? | 202 | ☒ | 2 |
| Has the corporation received any dividends or paid any taxable dividends for purposes of the dividend refund? | 203 | ☒ | 3 |
| Is the corporation claiming any type of losses? | 204 | ☒ | 4 |
| Is the corporation claiming a provincial or territorial tax credit or does it have a permanent establishment in more than one jurisdiction? | 205 | ☒ | 5 |
| Has the corporation realized any capital gains or incurred any capital losses during the tax year? | 206 | ☐ | 6 |
| i) Is the corporation a CCPC and reporting a) income or loss from property (other than dividends deductible on line 320 of the T2 return), b) income from a partnership, c) income from a foreign business, d) income from a personal services business, e) income referred to in clause 125(1)(a)(i)(C) or 125(1)(a)(i)(B), f) aggregate investment income as defined in subsection 129(4), or g) an amount assigned to it under subsection 125(3.2) or 125(8); or<br>ii) Is the corporation a member of a partnership and assigning its specified partnership business limit to a designated member under subsection 125(8)? | 207 | ☐ | 7 |
| Does the corporation have any property that is eligible for capital cost allowance? | 208 | ☒ | 8 |
| Does the corporation have any resource-related deductions? | 212 | ☐ | 12 |
| Is the corporation claiming deductible reserves? | 213 | ☐ | 13 |
| Is the corporation claiming a patronage dividend deduction? | 216 | ☐ | 16 |
| Is the corporation a credit union claiming a deduction for allocations in proportion to borrowing or a provincial credit union tax reduction? | 217 | ☐ | 17 |
| Is the corporation an investment corporation or a mutual fund corporation? | 218 | ☐ | 18 |
| Is the corporation carrying on business in Canada as a non-resident corporation? | 220 | ☐ | 20 |
| Is the corporation claiming any federal, provincial, or territorial foreign tax credits, or any federal logging tax credits? | 221 | ☐ | 21 |
| Does the corporation have any Canadian manufacturing and processing profits? | 227 | ☐ | 27 |
| Is the corporation claiming an investment tax credit? | 231 | ☒ | 31 |
| Is the corporation claiming any scientific research and experimental development (SR&ED) expenditures? | 232 | ☒ | T661 |
| Is the total taxable capital employed in Canada of the corporation and its related corporations over $10,000,000? | 233 | ☒ | 33/34/35 |
| Is the total taxable capital employed in Canada of the corporation and its associated corporations over $10,000,000? | 234 | ☒ | ——— |
| Is the corporation subject to gross Part VI tax on capital of financial institutions? | 238 | ☐ | 38 |
| Is the corporation claiming a Part I tax credit? | 242 | ☐ | 42 |
| Is the corporation subject to Part IV.1 tax on dividends received on taxable preferred shares or Part VI.1 tax on dividends paid? | 243 | ☐ | 43 |
| Is the corporation agreeing to a transfer of the liability for Part VI.1 tax? | 244 | ☐ | 45 |
| Is the corporation subject to Part II – Tobacco Manufacturers' surtax? | 249 | ☐ | 46 |
| For financial institutions: Is the corporation a member of a related group of financial institutions with one or more members subject to gross Part VI tax? | 250 | ☐ | 39 |
| Is the corporation claiming a Canadian film or video production tax credit? | 253 | ☐ | T1131 |
| Is the corporation claiming a film or video production services tax credit? | 254 | ☐ | T1177 |
| Is the corporation subject to Part XIII.1 tax? (Show your calculations on a sheet that you identify as Schedule 92.) | 255 | ☐ | 92 |

## Attachments (continued)

| | | Yes | Schedule |
|---|---|---|---|
| Did the corporation have any foreign affiliates in the tax year? | **271** | ☐ | T1134 |
| Did the corporation own or hold specified foreign property where the total cost amount of all such property, at any time in the year, was more than CAN$100,000? | **259** | ☐ | T1135 |
| Did the corporation transfer or loan property to a non-resident trust? | **260** | ☐ | T1141 |
| Did the corporation receive a distribution from or was it indebted to a non-resident trust in the year? | **261** | ☐ | T1142 |
| Has the corporation entered into an agreement to allocate assistance for SR&ED carried out in Canada? | **262** | ☐ | T1145 |
| Has the corporation entered into an agreement to transfer qualified expenditures incurred in respect of SR&ED contracts? | **263** | ☐ | T1146 |
| Has the corporation entered into an agreement with other associated corporations for salary or wages of specified employees for SR&ED? | **264** | ☐ | T1174 |
| Did the corporation pay taxable dividends (other than capital gains dividends) in the tax year? | **265** | ☒ | 55 |
| Has the corporation made an election under subsection 89(11) not to be a CCPC? | **266** | ☐ | T2002 |
| Has the corporation revoked any previous election made under subsection 89(11)? | **267** | ☐ | T2002 |
| Did the corporation (CCPC or deposit insurance corporation (DIC)) pay eligible dividends, or did its general rate income pool (GRIP) change in the tax year? | **268** | ☒ | 53 |
| Did the corporation (other than a CCPC or DIC) pay eligible dividends, or did its low rate income pool (LRIP) change in the tax year? | **269** | ☐ | 54 |

## Additional information

| | | | |
|---|---|---|---|
| Did the corporation use the International Financial Reporting Standards (IFRS) when it prepared its financial statements? | **270** | Yes ☒ | No ☐ |
| Is the corporation inactive? | **280** | Yes ☐ | No ☒ |

What is the corporation's main revenue-generating business activity? 221122 Electric Power Distribution

Specify the principal products mined, manufactured, sold, constructed, or services provided, giving the approximate percentage of the total revenue that each product or service represents.

| | | | |
|---|---|---|---|
| **284** | Electricity | **285** | 100.000 % |
| **286** | | **287** | % |
| **288** | | **289** | % |

| | | | |
|---|---|---|---|
| Did the corporation immigrate to Canada during the tax year? | **291** | Yes ☐ | No ☒ |
| Did the corporation emigrate from Canada during the tax year? | **292** | Yes ☐ | No ☒ |
| Do you want to be considered as a quarterly instalment remitter if you are eligible? | **293** | Yes ☐ | No ☐ |
| If the corporation was eligible to remit instalments on a quarterly basis for part of the tax year, provide the date the corporation ceased to be eligible | **294** | Year Month Day | |
| If the corporation's major business activity is construction, did you have any subcontractors during the tax year? | **295** | Yes ☐ | No ☐ |

## Taxable income

| | | | | | |
|---|---|---|---|---|---|
| Net income or (loss) for income tax purposes from Schedule 1, financial statements, or GIFI | | | **300** | 468,762 | A |
| **Deduct:** | | | | | |
| Charitable donations from Schedule 2 | **311** | 22,000 | | | |
| Cultural gifts from Schedule 2 | **313** | | | | |
| Ecological gifts from Schedule 2 | **314** | | | | |
| Gifts of medicine made before March 22, 2017, from Schedule 2 | **315** | | | | |
| Taxable dividends deductible under section 112 or 113, or subsection 138(6) from Schedule 3 | **320** | | | | |
| Part VI.1 tax deduction* | **325** | | | | |
| Non-capital losses of previous tax years from Schedule 4 | **331** | | | | |
| Net capital losses of previous tax years from Schedule 4 | **332** | | | | |
| Restricted farm losses of previous tax years from Schedule 4 | **333** | | | | |
| Farm losses of previous tax years from Schedule 4 | **334** | | | | |
| Limited partnership losses of previous tax years from Schedule 4 | **335** | | | | |
| Taxable capital gains or taxable dividends allocated from a central credit union | **340** | | | | |
| Prospector's and grubstaker's shares | **350** | | | | |
| Employer deduction for non-qualified securities under an employee stock options agreement | | a | | | |
| Subtotal | | 22,000 | ▶ | 22,000 | B |
| Subtotal (amount A **minus** amount B) (if negative, enter "0") | | | | 446,762 | C |
| Section 110.5 additions or subparagraph 115(1)(a)(vii) additions | | | **355** | | D |
| **Taxable income** (amount C **plus** amount D) | | | **360** | 446,762 | |
| Income exempt under paragraph 149(1)(t) (for tax years starting before 2019) | | | **370** | | |
| **Taxable income** for a corporation with exempt income under paragraph 149(1)(t) (line 360 **minus** line 370) | | | | 446,762 | Z |
| **Taxable income** for the year from a personal services business | | | | | Z.1 |

* This amount is equal to 3.5 times the Part VI.1 tax payable at line 724 on page 9.

## Small business deduction

**Canadian-controlled private corporations (CCPCs) throughout the tax year**

| | | | |
|---|---|---|---|
| Income eligible for the small business deduction from Schedule 7 | **400** | 468,762 | A |
| Taxable income from line 360 on page 3, **minus** 100/28 ( 3.57143 ) of the amount on line 632* on page 8, **minus** 4 times the amount on line 636** on page 8, and **minus** any amount that, because of federal law, is exempt from Part I tax | **405** | 446,762 | B |
| Business limit (see notes 1 and 2 below) | **410** | 500,000 | C |

**Notes:**

1. For CCPCs that are not associated, enter $ 500,000 on line 410. However, if the corporation's tax year is less than 51 weeks, prorate this amount by the number of days in the tax year **divided** by 365, and enter the result on line 410.
2. For associated CCPCs, use Schedule 23 to calculate the amount to be entered on line 410.

**Business limit reduction**

**Taxable capital business limit reduction**

Amount C 500,000 x **415** *** 477,191 D / 11,250 = 21,208,489 E

**Passive income business limit reduction**

Adjusted aggregate investment income from Schedule 7**** **417** ______ – 50,000 = ______ F

Amount C 500,000 / 100,000 x Amount F ______ = ______ G

| | | | |
|---|---|---|---|
| Subtotal (the greater of amount E and amount G) | **422** | 21,208,489 | H |
| Reduced business limit for tax years starting before 2019 (amount C **minus** amount E) (if negative, enter "0") | **425** | | I |
| Reduced business limit for tax years starting after 2018 (amount C **minus** amount H) (if negative, enter "0") | **426** | | J |
| Business limit the CCPC assigns under subsection 125(3.2) (from line 515 on page 5) | | | K |
| **Reduced business limit after assignment for tax years starting before 2019** (amount I **minus** amount K) | **427** | | L |
| **Reduced business limit after assignment for tax years starting after 2018** (amount J **minus** amount K) | **428** | | M |

**Small business deduction**

**Tax years starting before 2019**

Amount A, B, C, or L, whichever is the least ______ x Number of days in the tax year before January 1, 2018 ______ / Number of days in the tax year 365 x 17.5 % = ______ 1

Amount A, B, C, or L, whichever is the least ______ x Number of days in the tax year after December 31, 2017, and before January 1, 2019 ______ / Number of days in the tax year 365 x 18 % = ______ 2

Amount A, B, C, or L, whichever is the least ______ x Number of days in the tax year after December 31, 2018 365 / Number of days in the tax year 365 x 19 % = ______ 3

**Tax years starting after 2018**

Amount A, B, C, or M, whichever is the least ______ x 19 % = ______ 4

**Small business deduction** (total of amounts 1 to 4) **430** ______ N

Enter amount N at amount J on page 8.

* Calculate the amount of foreign non-business income tax credit deductible on line 632 without reference to the refundable tax on the CCPC's investment income (line 604) and without reference to the corporate tax reductions under section 123.4.

** Calculate the amount of foreign business income tax credit deductible on line 636 without reference to the corporation tax reductions under section 123.4.

*** **Large corporations**

- If the corporation is not associated with any corporations in both the current and previous tax years, the amount to be entered on line 415 is: (total taxable capital employed in Canada for the **prior** year **minus** $10,000,000) x 0.225%.
- If the corporation is not associated with any corporations in the current tax year, but was associated in the previous tax year, the amount to be entered on line 415 is: (total taxable capital employed in Canada for the **current** year **minus** $10,000,000) x 0.225%.
- For corporations associated in the current tax year, see Schedule 23 for the special rules that apply.

**** Enter the total adjusted aggregate investment income of the corporation and all associated corporations. For the first tax year starting after 2018, use the total of lines 744 of Schedule 7. Otherwise, use the total of lines 745 of the preceding tax year.

## Small business deduction (continued)

**Specified corporate income and assignment under subsection 125(3.2)**

| | O1<br>Name of corporation receiving the income and assigned amount | O<br>Business number of the corporation receiving the assigned amount<br>**490** | P<br>Income paid under clause 125(1)(a)(i)(B) to the corporation identified in column O [3]<br>**500** | Q<br>Business limit assigned to corporation identified in column O [4]<br>**505** |
|---|---|---|---|---|
| 1. | | | | |
| | | | Total **510** | Total **515** |

**Notes:**

3. This amount is [as defined in subsection 125(7) **specified corporate income** (a)(i)] the total of all amounts each of which is income from an active business of the corporation for the year from the provision of services or property to a private corporation (directly or indirectly, in any manner whatever) if
   (A) at any time in the year, the corporation (or one of its shareholders) or a person who does not deal at arm's length with the corporation (or one of its shareholders) holds a direct or indirect interest in the private corporation, and
   (B) it is not the case that all or substantially all of the corporation's income for the year from an active business is from the provision of services or property to
   (I) persons (other than the private corporation) with which the corporation deals at arm's length, or
   (II) partnerships with which the corporation deals at arm's length, other than a partnership in which a person that does not deal at arm's length with the corporation holds a direct or indirect interest.
4. The amount of the business limit you assign to a CCPC cannot be greater than the amount determined by the formula A – B, where A is the amount of income referred to in column P in respect of that CCPC and B is the portion of the amount described in A that is deductible by you in respect of the amount of income referred to in clauses 125(1)(a)(i)(A) or (B) for the year. The amount on line 515 cannot be greater than the amount on line 425 (426 for tax years starting after 2018).

## General tax reduction for Canadian-controlled private corporations

**Canadian-controlled private corporations throughout the tax year**

| | | | | | |
|---|---|---|---|---|---|
| Taxable income from page 3 (line 360 or amount Z, whichever applies) | | | | 446,762 | A |
| Lesser of amounts 9B and 9H from Part 9 of Schedule 27 | | | B | | |
| Amount 13K from Part 13 of Schedule 27 | | | C | | |
| Personal services business income | **432** | | D | | |
| Amount from line 400, 405, 410, or 427 (428 instead of 427 for tax years starting after 2018) on page 4, whichever is the least | | | E | | |
| Aggregate investment income from line 440 on page 6* | | | F | | |
| Subtotal (**add** amounts B to F) | | | ▶ | | G |
| Amount A **minus** amount G (if negative, enter "0") | | | | 446,762 | H |
| **General tax reduction for Canadian-controlled private corporations** – Amount H **multiplied** by 13 % | | | | 58,079 | I |

Enter amount I on line 638 on page 8.

* Except for a corporation that is, throughout the year, a cooperative corporation (within the meaning assigned by subsection 136(2)) or a credit union.

## General tax reduction

**Do not complete this area if you are a Canadian-controlled private corporation, an investment corporation, a mortgage investment corporation, a mutual fund corporation, or any corporation with taxable income that is not subject to the corporation tax rate of 38%.**

| | | | | | |
|---|---|---|---|---|---|
| Taxable income from page 3 (line 360 or amount Z, whichever applies) | | | | | J |
| Lesser of amounts 9B and 9H from Part 9 of Schedule 27 | | | K | | |
| Amount 13K from Part 13 of Schedule 27 | | | L | | |
| Personal services business income | **434** | | M | | |
| Subtotal (**add** amounts K to M) | | | ▶ | | N |
| Amount J **minus** amount N (if negative, enter "0") | | | | | O |
| **General tax reduction** – Amount O **multiplied** by 13 % | | | | | P |

Enter amount P on line 639 on page 8.

## Refundable portion of Part I tax

**Canadian-controlled private corporations throughout the tax year**

| | | | | | |
|---|---|---|---|---|---|
| Aggregate investment income from Schedule 7 . . . . . . . . . . . **440** | x 30 2 / 3 % = | | | | A |
| Foreign non-business income tax credit from line 632 on page 8 . . . . . . . . . . | | | | | B |
| Foreign investment income from Schedule 7 . . . . . . . . . . . **445** | x 8 % = | | | | C |
| Subtotal (amount B **minus** amount C) (if negative, enter "0") | | | ▶ | | D |
| Amount A **minus** amount D (if negative, enter "0") | | | | | E |
| Taxable income from line 360 on page 3 | | 446,762 | | | F |
| Amount from line 400, 405, 410, or 427 (428 instead of 427 for tax years starting after 2018) on page 4, whichever is the least | | | | | G |
| Foreign non-business income tax credit from line 632 on page 8 . . . . | x 75 / 29 = | | | | H |
| Foreign business income tax credit from line 636 on page 8 . . | x 4 = | | | | I |
| Subtotal (**add** amounts G to I) | | | ▶ | | J |
| Subtotal (amount F **minus** amount J) (if negative, enter "0") | | 446,762 | K x 30 2 / 3 % = | 137,007 | L |
| Part I tax payable minus investment tax credit refund (line 700 **minus** line 780 from page 9) | | | | 59,015 | M |
| **Refundable portion of Part I tax** – Amount E, L, or M, whichever is the least | | | **450** | | N |

## Refundable dividend tax on hand (for tax years starting before 2019)

| | | | | |
|---|---|---|---|---|
| Refundable dividend tax on hand at the end of the previous tax year . . . . . . . . . . . . . . . . **460** | | | | |
| Dividend refund for the previous tax year . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **465** | | | | |
| Subtotal (line 460 **minus** line 465) | | ▶ | | O |
| Refundable portion of Part I tax from line 450 above | | | | P |
| Total Part IV tax payable from Schedule 3 | | | | Q |
| Net refundable dividend tax on hand transferred on an amalgamation or the wind-up of a subsidiary . . . . . **480** | | | | |
| Subtotal (amount P **plus** amount Q **plus** line 480) | | ▶ | | R |
| **Refundable dividend tax on hand at the end of the tax year** – Amount O **plus** amount R | **485** | | | |

## Dividend refund (for tax years starting before 2019)

**Private and subject corporations at the time taxable dividends were paid in the tax year**

| | | | |
|---|---|---|---|
| Taxable dividends paid in the tax year from line 460 on page 3 of Schedule 3 . . . . . . | x 38 1 / 3 % = | | S |
| Refundable dividend tax on hand at the end of the tax year from line 485 above | | | T |
| **Dividend refund** – Amount S or T, whichever is less | | | U |

Enter amount U on line 784 on page 9.

## Refundable dividend tax on hand (for tax years starting after 2018)

| | | | | | |
|---|---|---|---|---|---|
| **Refundable dividend tax on hand** (RDTOH) at the end of the previous tax year | 460 | | | | |
| Dividend refund for the previous tax year | 465 | | | | |
| Net RDTOH transferred on an amalgamation or the wind-up of a subsidiary | 480 | | | | |
| Subtotal (line 460 **minus** line 465 **plus** line 480) | | | | | A |
| General rate income pool (GRIP) at the end of the previous tax year (from line 100 of schedule 53) | | | | 1,589,525 | B |
| Total eligible dividends paid in the previous tax year (from line 300 of schedule 53) | | | C | | |
| Total excessive eligible dividend designation in the previous tax year (from line 310 of Schedule 53) | | | D | | |
| Subtotal (amount C **minus** amount D) (if negative, enter "0") | | | ▶ | | E |
| Net GRIP at the end of the previous tax year (amount B **minus** amount E) (if negative, enter "0") | | 1,589,525 | F | | |
| GRIP transferred on an amalgamation or the wind-up of a subsidiary (total of lines 230 and 240 of schedule 53) | | | G | | |
| Subtotal (amount F **plus** amount G) | | 1,589,525 | ▶ | 1,589,525 | H |
| Amount H **multiplied** by 38 1 / 3 % | | | | 609,318 | I |
| Eligible refundable dividend tax on hand (ERDTOH) at the end of the previous tax year (for the first tax year starting after 2018, amount A or I, whichever is less, otherwise, use line 530 ________________ of the preceding tax year) | 520 | | | | J |
| Non-eligible refundable dividend tax on hand (NERDTOH) at the end of the previous tax year (for the first tax year starting after 2018, amount A **minus** amount I, otherwise, use line 545 ________________ of the preceding tax year) (if negative, enter "0") | 535 | | | | K |
| Part IV tax payable on taxable dividends from connected corporations (amount 2G from Schedule 3) | | | L | | |
| Part IV tax payable on eligible dividends from non-connected corporations (amount 2J from Schedule 3) | | | M | | |
| Subtotal (amount L **plus** amount M) | | | ▶ | | N |
| Net ERDTOH transferred on an amalgamation or the wind-up of a subsidiary | 525 | | | | O |
| ERDTOH dividend refund for the previous tax year | 570 | | | | P |
| Refundable portion of Part I tax (from line 450 on page 6) | | | | | Q |
| Part IV tax before deductions (amount 2A from Schedule 3) | | | R | | |
| Part IV tax allocated to ERDTOH (amount N) | | | S | | |
| Part IV tax reduction due to Part IV.1 tax payable (amount 4D of Schedule 43) | | | T | | |
| Subtotal (amount R **minus** total of amounts S and T) | | | ▶ | | U |
| Net NERDTOH transferred on an amalgamation or the wind-up of a subsidiary | 540 | | | | V |
| NERDTOH dividend refund for the previous tax year | 575 | | | | W |
| 38 1/3% of the total losses applied against Part IV tax (amount 2D from Schedule 3) | | | | | X |
| Part IV tax payable allocated to NERDTOH, net of losses claimed (amount U **minus** amount X) (if negative enter "0") | | | | | Y |
| **NERDTOH at the end of the tax year*** (total of amounts K, Q, V, and Y **minus** amount W) (if negative, enter "0") | 545 | | | | |
| Part IV tax payable allocated to ERDTOH, net of losses claimed (amount N **minus** the amount, if any, by which amount X exceeds amount U) (if negative, enter "0") | | | | | Z |
| **ERDTOH at the end of the tax year*** (total of amounts J, O, and Z **minus** amount P) (if negative, enter "0") | 530 | | | | |

* For more information, consult the Help (F1).

## Dividend refund (for tax years starting after 2018)

| | | |
|---|---|---|
| 38 1/3% of total eligible dividends paid in the tax year (amount 3A from Schedule 3) | | AA |
| ERDTOH balance at the end of the tax year (line 530) | | BB |
| **Eligible dividend refund** (amount AA or BB, whichever is less) | | CC |
| 38 1/3% of total non-eligible taxable dividends paid in the tax year (amount 3B from Schedule 3) | 1,447,467 | DD |
| NERDTOH balance at the end of the tax year (line 545) | | EE |
| **Non-eligible dividend refund** (amount DD or EE, whichever is less) | | FF |
| Amount DD **minus** amount EE (if negative, enter "0") | 1,447,467 | GG |
| Amount BB **minus** amount CC (if negative, enter "0") | | HH |
| **Additional non-eligible dividend refund** (amount GG or HH, whichever is less) | | II |
| **Dividend refund*** – Amount CC **plus** amount FF **plus** amount II | | JJ |

Enter amount JJ on line 784 on page 9.

* For more information, consult the Help (F1).

## Part I tax

| | | | | | | |
|---|---|---|---|---|---|---|
| Base amount Part I tax – Taxable income from page 3 (line 360 or amount Z, whichever applies) **multiplied** by 38 % | | | | 550 | 169,770 | A |
| **Additional tax on personal services business income** (section 123.5) | | | | | | |
| Taxable income from a personal services business | 555 | | x 5 % = | 560 | | B |
| Recapture of investment tax credit from Schedule 31 | | | | 602 | | C |

**Calculation for the refundable tax on the Canadian-controlled private corporation's (CCPC) investment income**
(if it was a CCPC throughout the tax year)

| | | | | |
|---|---|---|---|---|
| Aggregate investment income from line 440 on page 6 | | | | D |
| Taxable income from line 360 on page 3 | 446,762 | E | | |
| **Deduct:** | | | | |
| Amount from line 400, 405, 410, or 427 (428 instead of 427 for tax years starting after 2018) on page 4, whichever is the least | | F | | |
| Net amount (amount E **minus** amount F) | 446,762 | ► | 446,762 | G |

| | | | |
|---|---|---|---|
| Refundable tax on CCPC's investment income – 10 2 / 3 % of whichever is less: amount D or amount G | 604 | | H |
| Subtotal (**add** amounts A, B, C, and H) | | 169,770 | I |

| | | | | | |
|---|---|---|---|---|---|
| **Deduct:** | | | | | |
| Small business deduction from line 430 on page 4 | | | J | | |
| Federal tax abatement | 608 | 44,676 | | | |
| Manufacturing and processing profits deduction from Schedule 27 | 616 | | | | |
| Investment corporation deduction | 620 | | | | |
| Taxed capital gains 624 | | | | | |
| Federal foreign non-business income tax credit from Schedule 21 | 632 | | | | |
| Federal foreign business income tax credit from Schedule 21 | 636 | | | | |
| General tax reduction for CCPCs from amount I on page 5 | 638 | 58,079 | | | |
| General tax reduction from amount P on page 5 | 639 | | | | |
| Federal logging tax credit from Schedule 21 | 640 | | | | |
| Eligible Canadian bank deduction under section 125.21 | 641 | | | | |
| Federal qualifying environmental trust tax credit | 648 | | | | |
| Investment tax credit from Schedule 31 | 652 | 8,000 | | | |
| Subtotal | | 110,755 | ► | 110,755 | K |

| | | |
|---|---|---|
| **Part I tax payable** – Amount I **minus** amount K | 59,015 | L |

Enter amount L on line 700 on page 9.

## Privacy statement

Personal information (including the SIN) is collected for the purposes of the administration or enforcement of the Income Tax Act and related programs and activities such as administering tax and benefits, audit, compliance, and collection. Personal information may be shared for purposes of other federal acts that provide for the imposition and collection of a tax or duty. Personal information may also be shared with other federal, provincial, territorial or foreign government institutions to the extent authorized by law. Failure to provide this information may result in interest payable, penalties or other actions. Under the Privacy Act, individuals have the right to access their personal information, request correction, or file a complaint to the Privacy Commissioner of Canada regarding the handling of the individual's personal information. Refer to Personal Information Bank CRA PPU 047 at **canada.ca/cra-info-source**.

## Summary of tax and credits

**Federal tax**

| | | | |
|---|---|---|---|
| Part I tax payable from amount L on page 8 | **700** | 59,015 | |
| Part II surtax payable from Schedule 46 | **708** | | |
| Part III.1 tax payable from Schedule 55 | **710** | | |
| Part IV tax payable from Schedule 3 | **712** | | |
| Part IV.1 tax payable from Schedule 43 | **716** | | |
| Part VI tax payable from Schedule 38 | **720** | | |
| Part VI.1 tax payable from Schedule 43 | **724** | | |
| Part XIII.1 tax payable from Schedule 92 | **727** | | |
| Part XIV tax payable from Schedule 20 | **728** | | |
| Total federal tax | | 59,015 | |

**Add provincial or territorial tax:**

Provincial or territorial jurisdiction **750** ON
(if more than one jurisdiction, enter "multiple" and complete Schedule 5)

| | | | |
|---|---|---|---|
| Net provincial or territorial tax payable (except Quebec and Alberta) | **760** | 120,978 | |
| Total tax payable | **770** | 179,993 | A |

**Deduct other credits:**

| | | |
|---|---|---|
| Investment tax credit refund from Schedule 31 | **780** | |
| Dividend refund from amount U on page 6 or JJ on page 7 | **784** | |
| Federal capital gains refund from Schedule 18 | **788** | |
| Federal qualifying environmental trust tax credit refund | **792** | |
| Canadian film or video production tax credit (Form T1131) | **796** | |
| Film or video production services tax credit (Form T1177) | **797** | |
| Tax withheld at source | **800** | |
| Total payments on which tax has been withheld **801** | | |
| Provincial and territorial capital gains refund from Schedule 18 | **808** | |
| Provincial and territorial refundable tax credits from Schedule 5 | **812** | |
| Tax instalments paid | **840** | 418,560 |
| Labour tax credit for qualifying journalism organizations | | |

Total credits **890** 418,560 ▶ 418,560 B

Balance (amount A **minus** amount B) -238,567

Refund code **894** 1 Refund 238,567 ◀

If the result is negative, you have a **refund**.
If the result is positive, you have a **balance owing**.
Enter the amount on whichever line applies.
Generally, we do not charge or refund a difference of $2 or less.

Balance owing . . . . . . .

For information on how to make your payment, go to **canada.ca/payments**.

### Direct deposit request

To have the corporation's refund deposited directly into the corporation's bank account at a financial institution in Canada, or to change banking information you already gave us, complete the information below:

☐ Start ☐ Change information

**910** Branch number

**914** Institution number **918** Account number

If the corporation is a Canadian-controlled private corporation throughout the tax year, does it qualify for the one-month extension of the date the balance of tax is due? **896** Yes ☐ No ☒

If this return was prepared by a tax preparer for a fee, provide their EFILE number **920** G1829

PREPARED SOLELY FOR INCOME TAX PURPOSES WITHOUT AUDIT OR REVIEW FROM INFORMATION PROVIDED BY THE TAXPAYER.

## Certification

I, **950** Singh (Last name) **951** Albert (First name) **954** VP Finance & CEO (Position, office, or rank),

am an authorized signing officer of the corporation. I certify that I have examined this return, including accompanying schedules and statements, and that the information given on this return is, to the best of my knowledge, correct and complete. I also certify that the method of calculating income for this tax year is consistent with that of the previous tax year except as specifically disclosed in a statement attached to this return.

**955** Date (yyyy/mm/dd) Signature of the authorized signing officer of the corporation **956** (519) 888-5542 Telephone number

Is the contact person the same as the authorized signing officer? If **no**, complete the information below **957** Yes ☒ No ☐

**958** Name of other authorized person **959** Telephone number

## Language of correspondence – Langue de correspondance

Indicate your language of correspondence by entering **1** for English or **2** for French.
Indiquez votre langue de correspondance en inscrivant **1** pour anglais ou **2** pour français. **990** 1

**Waterloo North Hydro Inc.**
**BN: 86584 4575 RC0001**
**Regulation 1101(5b.1) Election**
**Taxation period end: December 31, 2019**

The taxpayer hereby elects pursuant to subsection 1101(5b.1) of the Income Tax Regulations of Canada, to include each eligible non-residential building acquired during the year in a separate prescribed class.

Canada Revenue Agency
Agence du revenu du Canada

# Net Income (Loss) for Income Tax Purposes

**Schedule 1**

| Corporation's name | Business number | Tax year-end<br>Year Month Day |
|---|---|---|
| Waterloo North Hydro Inc. | 86584 4575 RC0001 | 2019-12-31 |

- Use this schedule to reconcile the corporation's net income (loss) as reported on the financial statements and its net income (loss) for tax purposes. For more information, see the T2 Corporation – Income Tax Guide.
- All legislative references are to the Income Tax Act.

Net income (loss) after taxes and extraordinary items from line 9999 of Schedule 125 . . . . . . 7,004,384 A

## Add:

| | | | |
|---|---|---|---|
| Provision for income taxes – current | 101 | -121,376 | |
| Provision for income taxes – deferred | 102 | 1,567,722 | |
| Amortization of tangible assets | 104 | 10,687,801 | |
| Loss on disposal of assets | 111 | 54,685 | |
| Charitable donations and gifts from Schedule 2 | 112 | 22,000 | |
| Non-deductible club dues and fees | 120 | 5,522 | |
| Non-deductible meals and entertainment expenses | 121 | 42,669 | |
| Reserves from financial statements – balance at the end of the year | 126 | 4,363,540 | |
| Subtotal of additions | | 16,622,563 ▶ | 16,622,563 |

## Other additions:

| | | |
|---|---|---|
| Recapture of SR&ED expenditures from Form T661 | 231 | 88,431 |

## Miscellaneous other additions:

| | 1<br>Description<br>605 | 2<br>Amount<br>295 |
|---|---|---|
| 1 | Inducement under 12(1)(x) ITA | 75,226 |
| 2 | 12(1)(a) Customer Deposits | 6,843,735 |
| 3 | Capital contributions received 12(1)(x) | 2,120,977 |
| 4 | Unrealized Gain from derivatives | 1,493,869 |
| 5 | Movement in EFB not on sch 13 | 154,505 |
| | **Total** of column 2 | 10,688,312 ▶ |

| | | | | |
|---|---|---|---|---|
| | 296 | 10,688,312 | | |
| Subtotal of other additions | 199 | 10,776,743 ▶ | 10,776,743 | D |
| **Total additions** | 500 | 27,399,306 ▶ | 27,399,306 | |

Amount A **plus** line 500 . . . . . . 34,403,690 B

## Deduct:

| | | | |
|---|---|---|---|
| Capital cost allowance from Schedule 8 | 403 | 16,256,475 | |
| Reserves from financial statements – balance at the beginning of the year | 414 | 4,945,577 | |
| Contributions to deferred income plans from Schedule 15 | 417 | 378,086 | |
| Subtotal of deductions | | 21,580,138 ▶ | 21,580,138 |

## Other deductions:

## Miscellaneous other deductions:

| | 1<br>Description<br>705 | 2<br>Amount<br>395 |
|---|---|---|
| 1 | 20(1)(m) Customer Deposits | 6,843,735 |
| 2 | Tax recovery incl. in net movements in reg. balance on P&L | 2,144,441 |
| 3 | Capital Contribution revenue in P&L | 735,693 |
| 4 | ITA 13(7.4) Election - capital contributions received | 2,120,977 |
| 5 | Overhead capitalized for accounting | 509,944 |
| | **Total** of column 2 | 12,354,790 ▶ |

| | | |
|---|---|---|
| | 396 | 12,354,790 |

| | | | | |
|---|---|---|---|---|
| Subtotal of other deductions | 499 | 12,354,790 ▶ | 12,354,790 | E |
| **Total deductions** | 510 | 33,934,928 ▶ | 33,934,928 | |
| **Net income (loss) for income tax purposes** (amount B **minus** line 510) | | | 468,762 | C |

Enter amount C on line 300 of the T2 return.

# Attached Schedule with Total

Line 290 – Amount for line 600

Title Line 290 – Amount for line 600

| Description | Operator (Note) | Amount |
|---|---|---|
| ST Deposits | | |
| LT Deposits | + | |
| | + | |
| | **Total** | |

**Note**: The calculations are performed one at a time, from the first to the last line, and not according to the priority rules of the operations. For example, the formula 1+2*3 will not result in the same thing as the formula 1+3*2.

# Attached Schedule with Total

Line 390 – Amount for line 700

Title Line 390 – Amount for line 700

| Description | Operator (Note) | Amount |
|---|---|---|
| ST Deposits | | |
| LT Deposits | + | |
| | + | |
| | **Total** | |

**Note**: The calculations are performed one at a time, from the first to the last line, and not according to the priority rules of the operations. For example, the formula 1+2*3 will not result in the same thing as the formula 1+3*2.

# Attached Schedule with Total

Line 295 – Amount

Title Line 295 – Amount

Explanatory note

D-01 page 5

| Description | Operator (Note) | Amount |
|---|---|---|
| Current portion of customer deposits | | 2,816,795 00 |
| Customer deposits | + | 4,026,940 00 |
| | + | |
| | + | |
| | Total | 6,843,735 00 |

**Note**: The calculations are performed one at a time, from the first to the last line, and not according to the priority rules of the operations. For example, the formula 1+2*3 will not result in the same thing as the formula 1+3*2.

# Attached Schedule with Total

Line 395 – Amount

Title Line 395 – Amount

Explanatory note

D-01 page 5

| Description | Operator (Note) | Amount |
|---|---|---|
| Current portion of customer deposits | | 2,816,795 00 |
| Customer deposits | + | 4,026,940 00 |
| | + | |
| | + | |
| | **Total** | 6,843,735 00 |

**Note**: The calculations are performed one at a time, from the first to the last line, and not according to the priority rules of the operations. For example, the formula 1+2*3 will not result in the same thing as the formula 1+3*2.

# Inducement

This form is used to calculate inducements that a corporation must add to its income under paragraph 12(1)(x) ITA. If an amount reduces the capital cost of a property, this amount will be indicated in Part "Tax credits whose amount should reduce the capital cost of property."

If you want to transfer an amount to Schedule 1 and include it in the corporation's income for tax purposes, select the corresponding check box in column A. You can also select the option **Select this check box to add all the amounts to income calculated in Schedule 1** to transfer all the amounts to Schedule 1. In either case, the column A check box will be selected for that amount and it will therefore be updated to Schedule 1.

## Tax credits whose amount should be added to income

### Federal

| A | | |
|---|---|---|
| ☒ | Investment tax credit from apprenticeship job creation expenditures | 3,717 |
| ☐ | Investment tax credit from child care spaces expenditures | |
| ☒ | Canadian film or video production tax credit*<br>* Please verify if the credit amount relates to depreciable property. For more information, consult the Help (F1). | |
| ☒ | Film or video production services tax credit*<br>* Please verify if the credit amount relates to depreciable property. For more information, consult the Help (F1). | |
| ☒ | Investment tax credit claimed on contributions made to SR&ED farming organizations | |
| ☐ | Labour tax credit for qualifying journalism organizations | |

### Ontario

| A | | |
|---|---|---|
| ☒ | Portion of the Ontario research and development tax credit that relates to the prescribed proxy amount (PPA) and portion of the Ontario investment tax credit that relates to contributions made to SR&ED farming organizations | 5,880 |
| ☒ | Ontario co-operative education tax credit | 39,000 |
| ☒ | Ontario apprenticeship training tax credit | 26,629 |
| ☒ | Ontario computer animation and special effects tax credit*<br>* Please verify if the credit amount relates to depreciable property. For more information, consult the Help (F1). | |
| ☒ | Ontario film and television tax credit*<br>* Please verify if the credit amount relates to depreciable property. For more information, consult the Help (F1). | |
| ☒ | Ontario production services tax credit*<br>* Please verify if the credit amount relates to depreciable property. For more information, consult the Help (F1). | |
| ☒ | Ontario interactive digital media tax credit*<br>* Please verify if the credit amount relates to depreciable property. For more information, consult the Help (F1). | |
| ☒ | Ontario sound recording tax credit*<br>* Please verify if the credit amount relates to depreciable property. For more information, consult the Help (F1). | |
| ☒ | Ontario book publishing tax credit | |
| ☒ | Portion of the Ontario innovation tax credit that relates to the prescribed proxy amount (PPA) and portion of the Ontario investment tax credit that relates to contributions made to SR&ED farming organizations | |
| ☒ | Ontario business-research institute tax credit | |
| ☒ | Ontario community food program donation tax credit for farmers | |

## Tax credits whose amount should reduce the capital cost of property

Canada Revenue Agency Agence du revenu du Canada

**Schedule 2**

# Charitable Donations and Gifts

| Corporation's name | Business number | Tax year-end<br>Year Month Day |
|---|---|---|
| Waterloo North Hydro Inc. | 86584 4575 RC0001 | 2019-12-31 |

- For use by corporations to claim any of the following:
  - the eligible amount of charitable donations to qualified donees
  - the Ontario, Nova Scotia, and British Columbia food donation tax credits for farmers
  - the eligible amount of gifts of certified cultural property
  - the eligible amount of gifts of certified ecologically sensitive land or
  - the additional deduction for gifts of medicine made before March 22, 2017
- All legislative references are to the federal Income Tax Act, unless stated otherwise.
- The eligible amount of a gift is the amount by which the fair market value of the gifted property exceeds the amount of an advantage, if any, for the gift.
- The donations and gifts can be carried forward for 5 years except for gifts of certified ecologically sensitive land made after February 10, 2014, which can be carried forward for 10 years. Provincial food donation tax credits must be applied in the current tax year.
- Use this schedule to show a transfer of unused amounts from previous years following an amalgamation or the wind-up of a subsidiary as described under subsections 87(1) and 88(1).
- Subsection 110.1(1.2) provides as follows:
  - Where a particular corporation has undergone an acquisition of control, for tax years that end on or after the acquisition of control, no corporation can claim a deduction for a gift made by the particular corporation to a qualified donee before the acquisition of control.
  - If a particular corporation makes a gift to a qualified donee pursuant to an arrangement under which both the gift and the acquisition of control is expected, no corporation can claim a deduction for the gift unless the person acquiring control of the particular corporation is the qualified donee.
- An eligible medical gift made before March 22, 2017, to a qualifying organization for activities outside of Canada may be eligible for an additional deduction. Calculate the additional deduction in Part 5.
- File this schedule with your T2 Corporation Income Tax Return.
- For more information, see the T2 Corporation – Income Tax Guide.

## Part 1 – Charitable donations

| Charity/Recipient | Amount ($100 or more only) |
|---|---|
| Donation to Conestoga College | 22,000 |
| Subtotal | 22,000 |
| **Add:** Total donations of less than $100 each | |
| Total donations in current tax year | 22,000 |

## Part 1 – Charitable donations

| | | Federal | | Québec | Alberta |
|---|---|---|---|---|---|
| Charitable donations at the end of the previous tax year | | | A | | |
| Charitable donations expired after 5 tax years* | 239 | | | | |
| Charitable donations at the beginning of the current tax year (amount A **minus** line 239) | 240 | | | | |
| Charitable donations transferred on an amalgamation or the wind-up of a subsidiary | 250 | | | | |
| Total charitable donations made in the current year (include this amount on line 112 of Schedule 1 Net Income (Loss) for Income Tax Purposes) | 210 | 22,000 | | 22,000 | 22,000 |
| Subtotal (line 250 **plus** line 210) | | 22,000 | B | 22,000 | 22,000 |
| Subtotal (line 240 **plus** amount B) | | 22,000 | C | 22,000 | 22,000 |
| Adjustment for an acquisition of control | 255 | | | | |
| Total charitable donations available (amount C **minus** line 255) | | 22,000 | D | 22,000 | 22,000 |
| Amount applied in the current year against taxable income (cannot be more than amount L in Part 2) | 260 | 22,000 | | 22,000 | 22,000 |
| (enter this amount on line 311 of the T2 return) | | | | | |
| Charitable donations closing balance (amount D **minus** line 260) | 280 | | | | |

| | | | |
|---|---|---|---|
| The amount of qualifying donations for the Ontario community food program donation tax credit for farmers included in the amount on line 260 (for donations made after December 31, 2013) | 262 | | |
| Ontario community food program donation tax credit for farmers (amount on line 262 **multiplied** by 25 %) | | | 1 |

Enter amount 1 on line 420 of Schedule 5, Tax Calculation Supplementary – Corporations. The maximum you can claim in the current year is whichever is less: the Ontario income tax otherwise payable or amount 1. For more information, see section 103.1.2 of the Taxation Act, 2007 (Ontario).

| | | | |
|---|---|---|---|
| The amount of qualifying donations for the Nova Scotia food bank tax credit for farmers included in the amount on line 260 (for donations made after December 31, 2015) | 263 | | |
| Nova Scotia food bank tax credit for farmers (amount on line 263 **multiplied** by 25 %) | | | 2 |

Enter amount 2 on line 570 of Schedule 5, Tax Calculation Supplementary – Corporations. The maximum you can claim in the current year is whichever is less: the Nova Scotia income tax otherwise payable or amount 2. For more information, see section 50A of the Nova Scotia Income Tax Act.

| | | | |
|---|---|---|---|
| The amount of qualifying gifts for the British Columbia farmers' food donation tax credit included in the amount on line 260 (for donations made after February 16, 2016 and before January 1, 2021) | 265 | | |
| British Columbia farmers' food donation tax credit (amount on line 265 **multiplied** by 25 %) | | | 3 |

Enter amount 3 on line 683 of Schedule 5, Tax Calculation Supplementary – Corporations. The maximum you can claim in the current year is whichever is less: the British Columbia income tax otherwise payable or amount 3. For more information, see section 20.1 of the British Columbia Income Tax Act.

* For federal and Alberta tax purposes, donations and gifts expire after five tax years. For Québec tax purposes, donations and gifts made in a tax year that ended before March 24, 2006, expire after five tax years; otherwise, donations and gifts expire after twenty tax years.

## Amounts carried forward – Charitable donations

| Year of origin: | | Federal | Québec | Alberta |
|---|---|---|---|---|
| 1st prior year | 2018-12-31 | | | |
| 2nd prior year | 2017-12-31 | | | |
| 3rd prior year | 2016-12-31 | | | |
| 4th prior year | 2015-12-31 | | | |
| 5th prior year | 2014-12-31 | | | |
| 6th prior year* | 2013-12-31 | | | |
| 7th prior year | 2012-12-31 | | | |
| 8th prior year | 2011-12-31 | | | |
| 9th prior year | 2010-12-31 | | | |
| 10th prior year | 2009-12-31 | | | |
| 11th prior year | 2008-12-31 | | | |
| 12th prior year | 2007-12-31 | | | |
| 13th prior year | 2006-12-31 | | | |
| 14th prior year | 2005-12-31 | | | |
| 15th prior year | 2004-12-31 | | | |
| 16th prior year | 2003-12-31 | | | |
| 17th prior year | 2002-12-31 | | | |
| 18th prior year | 2001-12-31 | | | |
| 19th prior year | 2000-12-31 | | | |
| 20th prior year | | | | |
| 21st prior year* | | | | |
| **Total** (to line A) | | | | |

* For federal and Alberta tax purposes, donations and gifts included on line *6th prior year* expire automatically in the current tax year. For Québec tax purposes, donations and gifts made in a tax year that ended before March 24, 2006, that are included on line *6th prior year* and donations and gifts that are included on line *21st prior year* expire automatically in the current tax year.

## Part 2 – Maximum allowable deduction for charitable donations

Net income for tax purposes Note 1 **multiplied** by 75 % . . . . . 351,572 E

Taxable capital gains arising in respect of gifts of capital property included in Part 1 Note 2 . . . . . **225**

Taxable capital gain in respect of a disposition of a non-qualifying security under subsection 40(1.01) . . . . . **227**

The amount of the recapture of capital cost allowance in respect of charitable donations . . . . . **230**

Proceeds of disposition, **less** outlays and expenses Note 2 . . . . . F

Capital cost Note 2 . . . . . G

Amount F or G, whichever is less . . . . . **235**

Amount on line 230 or 235, whichever is less . . . . . H

Subtotal (**add** line 225, 227, and amount H) I

Amount I **multiplied** by 25 % J

Subtotal (amount E **plus** amount J) 351,572 K

**Maximum allowable deduction for charitable donations**
(enter amount D from Part 1, amount K, or net income for tax purposes, whichever is least) . . . . . 22,000 L

Note 1 For credit unions, subsection 137(2) states that this amount is before the deduction of payments pursuant to allocations in proportion to borrowing and bonus interest.

Note 2 This amount must be prorated by the following calculation: eligible amount of the gift **divided by** the proceeds of disposition of the gift.

## Part 3 – Gifts of certified cultural property

| | | Federal | | Québec | Alberta |
|---|---|---|---|---|---|
| Gifts of certified cultural property at the end of the previous tax year | | | M | | |
| Gifts of certified cultural property expired after 5 tax years* | **439** | | | | |
| Gifts of certified cultural property at the beginning of the current tax year (amount M **minus** line 439) | **440** | | | | |
| Gifts of certified cultural property transferred on an amalgamation or the wind-up of a subsidiary | **450** | | | | |
| Total gifts of certified cultural property in the current year (include this amount on line 112 of Schedule 1) | **410** | | | | |
| Subtotal (line 450 **plus** line 410) | | | N | | |
| Subtotal (line 440 **plus** amount N) | | | O | | |
| Adjustment for an acquisition of control | **455** | | | | |
| Amount applied in the current year against taxable income (enter this amount on line 313 of the T2 return) | **460** | | | | |
| Subtotal (line 455 **plus** line 460) | | | P | | |
| Gifts of certified cultural property closing balance (amount O **minus** amount P) | **480** | | | | |

* For federal and Alberta tax purposes, donations and gifts expire after five tax years. For Québec tax purposes, donations and gifts made in a tax year that ended before March 24, 2006, expire after five tax years; otherwise, donations and gifts expire after twenty tax years.

## Amount carried forward – Gifts of certified cultural property

| Year of origin: | | Federal | Québec | Alberta |
|---|---|---|---|---|
| 1st prior year | 2018-12-31 | | | |
| 2nd prior year | 2017-12-31 | | | |
| 3rd prior year | 2016-12-31 | | | |
| 4th prior year | 2015-12-31 | | | |
| 5th prior year | 2014-12-31 | | | |
| 6th prior year* | 2013-12-31 | | | |
| 7th prior year | 2012-12-31 | | | |
| 8th prior year | 2011-12-31 | | | |
| 9th prior year | 2010-12-31 | | | |
| 10th prior year | 2009-12-31 | | | |
| 11th prior year | 2008-12-31 | | | |
| 12th prior year | 2007-12-31 | | | |
| 13th prior year | 2006-12-31 | | | |
| 14th prior year | 2005-12-31 | | | |
| 15th prior year | 2004-12-31 | | | |
| 16th prior year | 2003-12-31 | | | |
| 17th prior year | 2002-12-31 | | | |
| 18th prior year | 2001-12-31 | | | |
| 19th prior year | 2000-12-31 | | | |
| 20th prior year | | | | |
| 21st prior year* | | | | |
| **Total** | | | | |

* For federal and Alberta tax purposes, donations and gifts included on line *6th prior year* expire automatically in the current tax year. For Québec tax purposes, donations and gifts made in a tax year that ended before March 24, 2006, that are included on line *6th prior year* and donations and gifts that are included on line *21st prior year* expire automatically in the current tax year.

## Part 4 – Gifts of certified ecologically sensitive land

| | | Federal | | Québec | Alberta |
|---|---|---|---|---|---|
| Gifts of certified ecologically sensitive land at the end of the previous tax year | | | Q | | |
| Gifts of certified ecologically sensitive land expired after 5 tax years, or after 10 tax years for gifts made after February 10, 2014* | 539 | | | | |
| Gifts of certified ecologically sensitive land at the beginning of the current tax year (amount Q **minus** line 539) | 540 | | | | |
| Gifts of certified ecologically sensitive land transferred on an amalgamation or the wind-up of a subsidiary | 550 | | | | |
| Total current-year gifts of certified ecologically sensitive land (include this amount on line 112 of Schedule 1) | 520 | | | | |
| Subtotal (line 550 **plus** line 520) | | | R | | |
| Subtotal (line 540 **plus** amount R) | | | S | | |
| Adjustment for an acquisition of control | 555 | | | | |
| Amount applied in the current year against taxable income (enter this amount on line 314 of the T2 return) | 560 | | | | |
| Subtotal (line 555 **plus** line 560) | | | T | | |
| Gifts of certified ecologically sensitive land closing balance (amount S **minus** amount T) | 580 | | | | |

* For federal and Alberta tax purposes, donations and gifts made before February 11, 2014, expire after five tax years and gifts made after February 10, 2014, expire after ten tax years. For Québec tax purposes, donations and gifts made during a tax year that ended before March 24, 2006, expire after five tax years; otherwise, donation and gifts expire after twenty tax years.

## Amounts carried forward – Gifts of certified ecologically sensitive land

Amount of carried forward gifts made on or after February 11, 2014, in the tax year including this date . . . . . . . . . . . . . . . . . .

| Year of origin: | | Federal | Québec | Alberta |
|---|---|---|---|---|
| 1st prior year | 2018-12-31 | | | |
| 2nd prior year | 2017-12-31 | | | |
| 3rd prior year | 2016-12-31 | | | |
| 4th prior year | 2015-12-31 | | | |
| 5th prior year | 2014-12-31 | | | |
| 6th prior year* | 2013-12-31 | | | |
| 7th prior year | 2012-12-31 | | | |
| 8th prior year | 2011-12-31 | | | |
| 9th prior year | 2010-12-31 | | | |
| 10th prior year | 2009-12-31 | | | |
| 11th prior year* | 2008-12-31 | | | |
| 12th prior year | 2007-12-31 | | | |
| 13th prior year | 2006-12-31 | | | |
| 14th prior year | 2005-12-31 | | | |
| 15th prior year | 2004-12-31 | | | |
| 16th prior year | 2003-12-31 | | | |
| 17th prior year | 2002-12-31 | | | |
| 18th prior year | 2001-12-31 | | | |
| 19th prior year | 2000-12-31 | | | |
| 20th prior year | | | | |
| 21st prior year* | | | | |
| **Total** | | | | |

* For federal and Alberta tax purposes, donations and gifts made before February 11, 2014, that are included on line *6th prior year* and gifts that are included on line *11th prior year* expire automatically in the current year.

The field "Amount of carried forward gifts made on or after February 11, 2014, in the tax year including this date" is used to distinguish the portion of the gifts made in the tax year straddling February 11, 2014, that expires after ten tax years, from the portion that expires in the current tax year.

For Québec tax purposes, donations and gifts made during a tax year that ended before March 24, 2006, that are included on line *6th prior year* and gifts that are included on line *21st prior year* expire automatically in the current tax year.

## Part 5 – Additional deduction for gifts of medicine

| | | Federal | | Québec | Alberta |
|---|---|---|---|---|---|
| Additional deduction for gifts of medicine at the end of the previous tax year | | | U | | |
| Additional deduction for gifts of medicine expired after 5 tax years* | 639 | | | | |
| Additional deduction for gifts of medicine at the beginning of the current tax year (amount U **minus** line 639) | 640 | | | | |
| Additional deduction for gifts of medicine made before March 22, 2017 transferred on an amalgamation or the wind-up of a subsidiary | 650 | | | | |
| Additional deduction for gifts of medicine made before March 22, 2017: | | | | | |
| Proceeds of disposition | 602 | | | | |
| Cost of gifts of medicine made before March 22, 2017 | 601 | | | | |
| Subtotal (line 602 **minus** line 601) | | | V | | |
| Amount V **multiplied** by 50 % | | | W | | |
| Eligible amount of gifts | 600 | | | | |

**Federal**

a ______ x ( b ______ / c ) = Additional deduction for gifts of medicine made before March 22, 2017 . . . . . . . . **610** ______

**Québec**

a ______ x ( b ______ / c ) = Additional deduction for gifts of medicine made before March 22, 2017 . . . . . . . . ______

**Alberta**

a ______ x ( b ______ / c ) = Additional deduction for gifts of medicine made before March 22, 2017 . . . . . . . . ______

where:

**a** is the **lesser** of line 601 and amount W

**b** is the eligible amount of gifts (line 600)

**c** is the proceeds of disposition (line 602)

| | | Federal | | Québec | Alberta |
|---|---|---|---|---|---|
| Subtotal (line 650 **plus** line 610) | | | X | | |
| Subtotal (line 640 **plus** amount X) | | | Y | | |
| Adjustment for an acquisition of control | 655 | | | | |
| Amount applied in the current year against taxable income (enter this amount on line 315 of the T2 return) | 660 | | | | |
| Subtotal (line 655 **plus** line 660) | | | Z | | |
| Additional deduction for gifts of medicine closing balance (amount Y **minus** amount Z) | 680 | | | | |

* For federal and Alberta tax purposes, donations and gifts expire after five tax years. For Québec tax purposes, donations and gifts made in a tax year that ended before March 19, 2007, expire after five tax years; otherwise, donations and gifts expire after twenty tax years.

## Amounts carried forward – Additional deduction for gifts of medicine

| Year of origin: | | Federal | Québec | Alberta |
|---|---|---|---|---|
| 1st prior year | 2018-12-31 | | | |
| 2nd prior year | 2017-12-31 | | | |
| 3rd prior year | 2016-12-31 | | | |
| 4th prior year | 2015-12-31 | | | |
| 5th prior year | 2014-12-31 | | | |
| 6th prior year* | 2013-12-31 | | | |
| 7th prior year | 2012-12-31 | | | |
| 8th prior year | 2011-12-31 | | | |
| 9th prior year | 2010-12-31 | | | |
| 10th prior year | 2009-12-31 | | | |
| 11th prior year | 2008-12-31 | | | |
| 12th prior year | 2007-12-31 | | | |
| 13th prior year | 2006-12-31 | | | |
| 14th prior year | 2005-12-31 | | | |
| 15th prior year | 2004-12-31 | | | |
| 16th prior year | 2003-12-31 | | | |
| 17th prior year | 2002-12-31 | | | |
| 18th prior year | 2001-12-31 | | | |
| 19th prior year | 2000-12-31 | | | |
| 20th prior year | | | | |
| 21st prior year* | | | | |
| **Total** | | | | |

* For federal and Alberta tax purposes, donations and gifts included on line *6th prior year* expire automatically in the current tax year. For Québec tax purposes, donations and gifts made in a tax year that ended before March 19, 2007, that are included on line *6th prior year* and donations and gifts that are included on line *21st prior year* expire automatically in the current tax year.

## Québec – Gifts of musical instruments

Gifts of musical instruments at the end of the previous tax year ______ A

**Deduct:** Gifts of musical instruments expired after twenty tax years ______ B

Gifts of musical instruments at the beginning of the tax year ______ C

**Add:**

Gifts of musical instruments transferred on an amalgamation or the wind-up of a subsidiary ______ D

Total current-year gifts of musical instruments ______ E

Subtotal (line D **plus** line E) ______ F

**Deduct:** Adjustment for an acquisition of control ______ G

Total gifts of musical instruments available ______ H

**Deduct:** Amount applied against taxable income (enter this amount on line 255 of form CO-17) ______ I

Gifts of musical instruments closing balance ______ J

## Amounts carried forward – Gifts of musical instruments

| Year of origin: | | Québec |
|---|---|---|
| 1st prior year | 2018-12-31 | |
| 2nd prior year | 2017-12-31 | |
| 3rd prior year | 2016-12-31 | |
| 4th prior year | 2015-12-31 | |
| 5th prior year | 2014-12-31 | |
| 6th prior year* | 2013-12-31 | |
| 7th prior year | 2012-12-31 | |
| 8th prior year | 2011-12-31 | |
| 9th prior year | 2010-12-31 | |
| 10th prior year | 2009-12-31 | |
| 11th prior year | 2008-12-31 | |
| 12th prior year | 2007-12-31 | |
| 13th prior year | 2006-12-31 | |
| 14th prior year | 2005-12-31 | |
| 15th prior year | 2004-12-31 | |
| 16th prior year | 2003-12-31 | |
| 17th prior year | 2002-12-31 | |
| 18th prior year | 2001-12-31 | |
| 19th prior year | 2000-12-31 | |
| 20th prior year | | |
| 21st prior year* | | |
| **Total** | | |

* These gifts expired in the current year.

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**Schedule 3**

# Dividends Received, Taxable Dividends Paid, and Part IV Tax Calculation

| Corporation's name | Business number | Tax year-end Year Month Day |
|---|---|---|
| Waterloo North Hydro Inc. | 86584 4575 RC0001 | 2019-12-31 |

- Corporations must use this schedule to report:
  - non-taxable dividends under section 83;
  - deductible dividends under subsection 138(6);
  - taxable dividends deductible from income under section 112, subsection 113(2) and paragraphs 113(1)(a), (a.1), (b) or (d); or
  - taxable dividends paid in the tax year that qualify for a dividend refund (see page 3).
- All legislative references are to the federal Income Tax Act.
- The calculations in this schedule apply only to private or subject corporations.
- A recipient corporation is **connected** with a payer corporation at any time in a tax year, if at that time the recipient corporation:
  - controls the payer corporation, other than because of a right referred to in paragraph 251(5)(b); or
  - owns more than 10% of the issued share capital (with full voting rights), and shares that have a fair market value of more than 10% of the fair market value of all shares of the payer corporation.
- If you need more space, continue on a separate schedule.
- File this schedule with your T2 Corporation Income Tax Return.
- Column A1 – Enter "X" if dividends received from a foreign source.
- Column F1 – Enter the code that applies to the deductible taxable dividend.

## Part 1 – Dividends received in the tax year

- Do **not** include dividends received from foreign non-affiliates.
- Complete columns B, C, D, H and I **only if** the payer corporation is **connected.**

**Important instructions to follow if the payer corporation is connected**

- If your corporation's tax year-end is different than that of the **connected** payer corporation, dividends could have been received from more than one tax year of the payer corporation. If so, **use a separate line** to provide the information according to each tax year of the payer corporation.
- When completing column J and K use the **special calculations provided in the notes**.

| | A Name of payer corporation (from which the corporation received the dividend) 200 | A1 | B Enter 1 if payer corporation is **connected** 205 | C Business Number of **connected** corporation 210 | D Tax year-end of the payer corporation in which the sections 112/113 and subsection 138(6) dividends in column F were paid YYYYMMDD 220 | E Non-taxable dividends under section 83 230 |
|---|---|---|---|---|---|---|
| 1 | | | 2 | | | |
| | | | | | **Total of column E** (enter amount on line 402 of Schedule 1) | |

## Part 1 – Dividends received in the tax year (continued)

| | F<br>Taxable dividends deductible from taxable income under section 112, subsections 113(2) and 138(6), and paragraphs 113(1)(a), (a.1),(b), or (d)note 1<br>**240** | F1 | G<br>Eligible dividends included in column F<br>**242** | H<br>Total taxable dividends paid by **connected** payer corporation (for tax year in column D)<br>**250** | I<br>Dividend refund of the **connected** payer corporation (for tax year in column D)note 2<br>**260** | J<br>Part IV tax for eligible dividends. Dividends (from column G) **multiplied** by 38 1/3%note 3<br>**265** | K<br>Part IV tax before deductions. Dividends (from column F) **multiplied** by 38 1/3%note 4<br>**275** |
|---|---|---|---|---|---|---|---|
| 1 | | | | | | | |

Taxable dividends received from connected corporations (total amounts from column F with code 1 in column B) . . . . . . . . . . . . 1A

Taxable dividends received from non-connected corporations (total amounts from column F with code 2 in column B) . . . . . . . . . . 1B

Subtotal (amount 1A **plus** amount 1B, include this amount on line 320 of the T2 Return) 1C

Eligible dividends received from connected corporations (total amounts from column G with code 1 in column B) . . . . . . . . . . . . 1D

Eligible dividends received from non-connected corporations (total amounts from column G with code 2 in column B) . . . . . . . . . . 1E

Part IV tax before deductions on taxable dividends received from connected corporations (total amounts from column K with code 1 in column B) . . . . . . . . . . . . . . . . . . . . . . . . . . . . 1F

Part IV tax before deductions on taxable dividends received from non-connected corporations (total amounts from column K with code 2 in column B) . . . . . . . . . . . . . . . . . . . . . . . . . . . . 1G

Subtotal (amount 1F **plus** amount 1G) ▶ 1H

Part IV tax on eligible dividends received from connected corporations (total amounts from column J with code 1 in column B) . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . 1I

Part IV tax on eligible dividends received from non-connected corporations (total amounts from column J with code 2 in column B) . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . 1J

Subtotal (amount 1I **plus** amount 1J) ▶ 1K

Part IV tax before deductions on taxable dividends (other than eligible dividends) (amount 1H **minus** amount 1K) . . . . . . . . . . . . 1L

1 If taxable dividends are received, enter the amount in column F, but if the corporation is not subject to Part IV tax (such as a public corporation other than a subject corporation as defined in subsection 186(3)), enter "0" in column J or column K whichever one applies. Life insurers are not subject to Part IV tax on subsection 138(6) dividends.

2 If the connected payer corporation's tax year ends after the corporation's balance-due day for the tax year (two or three months, as applicable), you have to estimate the payer's dividend refund when you calculate the corporation's Part IV tax payable.

3 For eligible dividends received from **connected** corporations, Part IV tax on dividends is equal to: column I **divided** by column H **multiplied** by column G.

4 For taxable dividends received from **connected** corporations, Part IV tax on dividends is equal to: column I **divided** by column H **multiplied** by column F.

## Part 2 – Calculation of Part IV tax payable

Part IV tax on dividends received before deductions (amount 1H in part 1) . . . . . . . . . . . . . . . . . 2A

Part IV.I tax payable on dividends subject to Part IV tax (from line 360 of Schedule 43) . . . . . . **320**

Subtotal (amount 2A **minus** line 320) ▶ 2B

Current-year non-capital loss claimed to reduce Part IV tax . . . . . . . . . . . . . . . . . . . . . **330**

Non-capital losses from previous years claimed to reduce Part IV tax . . . . . . . . . . . . . . . **335**

Current-year farm loss claimed to reduce Part IV tax . . . . . . . . . . . . . . . . . . . . . . . . . **340**

Farm losses from previous years claimed to reduce Part IV tax . . . . . . . . . . . . . . . . . . **345**

Total losses applied against Part IV tax (total of lines 330 to 345) 2C

Amount 2C **multiplied** by 38 1 / 3 % . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . 2D

**Part IV tax payable** (amount 2B **minus** amount 2D, if negative enter "0") . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **360**

(enter amount on line 712 of the T2 return)

If your tax year begins after 2018, complete the following part to determine the required amount of Part IV taxes payable in order to calculate the eligible refundable dividend tax on hand (ERDTOH) at the end of the tax year.

Part IV tax before deductions on taxable dividends received from connected corporations note 5 (amount 1F in part 1) . . . . . . . . . 2E

Amount 4A from Schedule 43 . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . 2F

**Part IV tax payable on taxable dividends received from connected corporations** (amount 2E minus amount 2F, if negative enter "0") . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . 2G

(enter at amount L on page 7 of the T2 return)

If your tax year begins after 2018, complete the following part to determine the required amount of Part IV taxes payable in order to calculate the eligible refundable dividend tax on hand (ERDTOH) at the end of the tax year.

Part IV tax on eligible dividends received from non-connected corporations (amount 1J in part 1) . . . . . . . . . . . . . . . . . . . . . . . 2H

Amount 4C from Schedule 43 . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . 2I

**Part IV tax payable on eligible dividends received from non-connected corporations** (amount 2H minus amount 2I, if negative enter "0") . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . 2J

(enter at amount M on page 7 of the T2 return)

5 The program calculates the amount on line 2E from the amount on line 1F. If only a portion of the dividend refund to the connected payer corporation results in an eligible refundable dividend tax on hand (ERDTOH), enter this amount on line 2E, using an override. However, if the dividend refund to the connected payer corporation does not result in an ERDTOH, the amount on line 2E must be equal to "0."

## Part 3 – Taxable dividends paid in the tax year that qualify for a dividend refund

If your corporation's tax year-end is different than that of the connected recipient corporation, your corporation could have paid dividends in more than one tax year of the recipient corporation. If so, use a separate line to provide the information according to each tax year of the recipient corporation.

| | L<br>Name of connected recipient corporation<br>**400** | M<br>Business Number<br>**410** | N<br>Tax year-end of connected recipient corporation in which the dividends in column O were received YYYYMMDD<br>**420** | O<br>Taxable dividends paid to connected corporations<br>**430** | P<br>Eligible dividends included in column O<br>**440** |
|---|---|---|---|---|---|
| 1 | Waterloo North Hydro Holding Corporation | 87502 6924 RC0001 | 2019-12-31 | 3,776,000 | |
| 2 | | | | | |
| | | | | 3,776,000<br>(Total of column O) | (Total of column P) |

## Part 3 – Taxable dividends paid in the tax year that qualify for a dividend refund (continued)

| | | | | | |
|---|---|---|---|---|---|
| Total taxable dividends paid in the tax year to other than connected corporations | | | 450 | | |
| Eligible dividends included in line 450 | 455 | | | | |
| Total taxable dividends paid in the tax year that qualify for a dividend refund (total of column O **plus** line 450) | | | 460 | 3,776,000 | |
| Total eligible dividends paid in the tax year (total of column P **plus** line 455) | | | 465 | | |
| Total non-eligible taxable dividends paid in the tax year (line 460 **minus** line 465) | | | 470 | 3,776,000 | |

Complete this part to determine the following amounts in order to calculate the dividend refund.

| | | |
|---|---|---|
| Line 465 **multiplied** by 38 1 / 3 %<br>(enter at amount AA on page 7 of the T2 return) | | 3A |
| Line 470 **multiplied** by 38 1 / 3 %<br>(enter at amount DD on page 7 of the T2 return) | 1,447,467 | 3B |

## Part 4 – Total dividends paid in the tax year

Complete this part **if** the total taxable dividends paid in the tax year that qualify for a dividend refund (line 460) is different from the total dividends paid in the tax year.

| | | | | | |
|---|---|---|---|---|---|
| Total taxable dividends paid in the tax year for the purposes of a dividend refund (from above) | | | | 3,776,000 | |
| Other dividends paid in the tax year (total of 510 to 540) | | | | | |
| Total dividends paid in the tax year | | | 500 | 3,776,000 | |
| Dividends paid out of capital dividend account | 510 | | | | |
| Capital gains dividends | 520 | | | | |
| Dividends paid on shares described in subsection 129(1.2) | 530 | | | | |
| Taxable dividends paid to a controlling corporation that was bankrupt at any time in the year | 540 | | | | |
| Subtotal (total of lines 510 to 540) | | | ► | | 4A |
| **Total taxable dividends paid in the tax year that qualify for a dividend refund** (Line 500 **minus** amount 4A) | | | | 3,776,000 | 4B |

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**Schedule 4**

# Corporation Loss Continuity and Application

| Corporation's name | Business number | Tax year-end<br>Year Month Day |
|---|---|---|
| Waterloo North Hydro Inc. | 86584 4575 RC0001 | 2019-12-31 |

- Use this form to determine the continuity and use of available losses; to determine a current-year non-capital loss, farm loss, restricted farm loss, or limited partnership loss; to determine the amount of restricted farm loss and limited partnership loss that can be applied in a year; and to ask for a loss carryback to previous years.
- A corporation can choose whether or not to deduct an available loss from income in a tax year. The corporation can deduct losses in any order. However, for each type of loss, deduct the oldest loss first.
- According to subsection 111(4) of the *Income Tax Act*, when control has been acquired, no amount of capital loss incurred for a tax year ending before that time is deductible in computing taxable income in a tax year ending after that time. Also, no amount of capital loss incurred in a tax year ending after that time is deductible in computing taxable income of a tax year ending before that time.
- When control has been acquired, subsection 111(5) provides for similar treatment of non-capital and farm losses, except as listed in paragraphs 111(5)(a) and (b).
- For information on these losses, see the *T2 Corporation – Income Tax Guide*.
- File one completed copy of this schedule with the T2 return, or send the schedule by itself to the tax centre where the return is filed.
- All legislative references are to the *Income Tax Act*.

## Part 1 – Non-capital losses

**Determination of current-year non-capital loss**

Net income (loss) for income tax purposes . . . . . 468,762 A

**Deduct:** (increase a loss)

Net capital losses deducted in the year (enter as a positive amount) . . . . . ______ a

Taxable dividends deductible under section 112 or subsections 113(1) or 138(6) . . . . . ______ b

Amount of Part VI.1 tax deductible under paragraph 110(1)(k) . . . . . ______ c

Amount deductible as prospector's and grubstaker's shares – Paragraph 110(1)(d.2) . . . . . ______ d

Amount of an employer for non-qualified securities under an employee stock options agreement deductible under paragraph 110(1)(e) . . . . . ______ 1d

Subtotal (total of amounts a to 1d) ______ ▶ ______ B

Subtotal (amount A **minus** amount B; if positive, enter "0") ______ C

**Deduct:** (increase a loss)

Section 110.5 or subparagraph 115(1)(a)(vii) – Addition for foreign tax deductions . . . . . ______ D

Subtotal (amount C **minus** amount D) ______ E

**Add:** (decrease a loss)

Current-year farm loss (the lesser of: the net loss from farming or fishing included in income and the non-capital loss before deducting the farm loss) . . . . . ______ F

Current-year non-capital loss (amount E **plus** amount F; if positive, enter "0") . . . . . ______ G

If amount G is negative, enter it on line 110 as a positive.

**Continuity of non-capital losses and request for a carryback**

Non-capital loss at the end of the previous tax year . . . . . ______ e

**Deduct:** Non-capital loss expired (note 1) . . . . . **100** ______ f

Non-capital losses at the beginning of the tax year (amount e **minus** amount f) . . . . . **102** ______ ▶ ______ H

**Add:**

Non-capital losses transferred on an amalgamation or on the wind-up of a subsidiary (note 2) corporation . . . . . **105** ______ g

Current-year non-capital loss (from amount G) . . . . . **110** ______ h

Subtotal (amount g **plus** amount h) ______ ▶ ______ I

Subtotal (amount H **plus** amount I) ______ J

Note 1: A non-capital loss expires as follows:

- after **10** tax years if it arose in a tax year ending after March 22, 2004, and before 2006; and
- after **20** tax years if it arose in a tax year ending after 2005.

An allowable business investment loss becomes a net capital loss after **10** tax years if it arose in a tax year ending after March 22, 2004.

Note 2: Subsidiary is defined in subsection 88(1) as a taxable Canadian corporation of which 90% or more of each class of issued shares are owned by its parent corporation and the remaining shares are owned by persons that deal at arm's length with the parent corporation.

## Part 1 – Non-capital losses (continued)

**Deduct:**

| | | | | | |
|---|---|---|---|---|---|
| Other adjustments (includes adjustments for an acquisition of control) | **150** | | i | | |
| Section 80 – Adjustments for forgiven amounts | **140** | | j | | |
| Subsection 111(10) – Adjustments for fuel tax rebate | | | j.1 | | |
| Non-capital losses of previous tax years applied in the current tax year<br>Enter amount k on line 331 of the T2 Return. | **130** | | k | | |
| Current and previous year non-capital losses applied against current-year taxable dividends subject to Part IV tax (note 3) | **135** | | l | | |
| Subtotal (total of amounts i to l) | | | ▶ | | K |
| Non-capital losses before any request for a carryback (amount J **minus** amount K) | | | | | L |

**Deduct** – **Request to carry back non-capital loss to:**

| | | | | | |
|---|---|---|---|---|---|
| First previous tax year to reduce taxable income | **901** | | m | | |
| Second previous tax year to reduce taxable income | **902** | | n | | |
| Third previous tax year to reduce taxable income | **903** | | o | | |
| First previous tax year to reduce taxable dividends subject to Part IV tax | **911** | | p | | |
| Second previous tax year to reduce taxable dividends subject to Part IV tax | **912** | | q | | |
| Third previous tax year to reduce taxable dividends subject to Part IV tax | **913** | | r | | |
| Total of requests to carry back non-capital losses to previous tax years (total of amounts m to r) | | | ▶ | | M |
| Closing balance of non-capital losses to be carried forward to future tax years (amount L **minus** amount M) | **180** | | | | N |

Note 3: Amount l is the total of lines 330 and 335 from Schedule 3, *Dividends Received, Taxable Dividends Paid, and Part IV Tax Calculation*.

## Part 2 – Capital losses

**Continuity of capital losses and request for a carryback**

| | | | | | |
|---|---|---|---|---|---|
| Capital losses at the end of the previous tax year | **200** | 60,789 | a | | |
| Capital losses transferred on an amalgamation or on the wind-up of a subsidiary corporation | **205** | | b | | |
| Subtotal (amount a **plus** amount b) | | 60,789 | ▶ | 60,789 | A |

**Deduct:**

| | | | | | |
|---|---|---|---|---|---|
| Other adjustments (includes adjustments for an acquisition of control) | **250** | | c | | |
| Section 80 – Adjustments for forgiven amounts | **240** | | d | | |
| Subtotal (amount c **plus** amount d) | | | ▶ | | B |
| Subtotal (amount A **minus** amount B) | | | | 60,789 | C |
| **Add:** Current-year capital loss (from the calculation on Schedule 6, *Summary of Dispositions of Capital Property*) | **210** | | | | D |
| Unused non-capital losses that expired in the tax year (note 4) | | | e | | |
| Allowable business investment losses (ABILs) that expired as non-capital losses at the end of the previous tax year (note 5) | | | f | | |
| Enter amount e or f, whichever is less | **215** | | g | | |
| ABILs expired as non-capital losses: line 215 **multiplied** by 2.000000 | **220** | | | | E |
| Subtotal (total of amounts C to E) | | | | 60,789 | F |

**Note**
If there has been an amalgamation or a wind–up of a subsidiary, do a separate calculation of the ABIL expired as non-capital loss for each predecessor or subsidiary corporation. Add all these amounts and enter the total on line 220 above.

Note 4: If the loss was incurred in a tax year ending after March 22, 2004, determine the amount of the loss from the 11th previous tax year and enter the part of that loss that was not used in previous years and the current year on line e.

Note 5: If the ABILs were incurred in a tax year ending after March 22, 2004, enter the amount of the ABILs from the 11th previous tax year. Enter the full amount on line f.

## Part 2 – Capital losses (continued)

| | | | |
|---|---|---|---|
| **Deduct:** Capital losses from previous tax years applied against the current-year net capital gain (note 6) | **225** | | G |
| Capital losses before any request for a carryback (amount F **minus** amount G) | | 60,789 | H |

**Deduct** – **Request to carry back capital loss to** (note 7):

| | Capital gain (100%) | | Amount carried back (100%) | | | |
|---|---|---|---|---|---|---|
| First previous tax year | | **951** | | h | | |
| Second previous tax year | | **952** | | i | | |
| Third previous tax year | | **953** | | j | | |
| Subtotal (total of amounts h to j) | | | | ▶ | | I |
| Closing balance of capital losses to be carried forward to future tax years (amount H **minus** amount I) | | | | **280** | 60,789 | J |

Note 6: To get the net capital losses required to reduce the taxable capital gain included in the net income (loss) for the current-year tax, enter the amount from line 225 **divided** by 2 at line 332 of the T2 return.

Note 7: On line 225, 951, 952, or 953, whichever applies, enter the actual amount of the loss. When the loss is applied, divide this amount by 2. The result represents the 50% inclusion rate.

## Part 3 – Farm losses

**Continuity of farm losses and request for a carryback**

| | | | | | | |
|---|---|---|---|---|---|---|
| Farm losses at the end of the previous tax year | | | a | | | |
| **Deduct:** Farm loss expired (note 8) | **300** | | b | | | |
| Farm losses at the beginning of the tax year (amount a **minus** amount b) | **302** | | ▶ | | | A |
| **Add:** | | | | | | |
| Farm losses transferred on an amalgamation or on the wind–up of a subsidiary corporation | **305** | | c | | | |
| Current-year farm loss (amount F in Part 1) | **310** | | d | | | |
| Subtotal (amount c **plus** amount d) | | | ▶ | | | B |
| Subtotal (amount A **plus** amount B) | | | | | | C |
| **Deduct:** | | | | | | |
| Other adjustments (includes adjustments for an acquisition of control) | **350** | | e | | | |
| Section 80 – Adjustments for forgiven amounts | **340** | | f | | | |
| Farm losses of previous tax years applied in the current tax year<br>Enter amount g on line 334 of the T2 Return. | **330** | | g | | | |
| Current and previous year farm losses applied against current-year taxable dividends subject to Part IV tax (note 9) | **335** | | h | | | |
| Subtotal (total of amounts e to h) | | | ▶ | | | D |
| Farm losses before any request for a carryback (amount C **minus** amount D) | | | | | | E |
| **Deduct** – **Request to carry back farm loss to:** | | | | | | |
| First previous tax year to reduce taxable income | **921** | | i | | | |
| Second previous tax year to reduce taxable income | **922** | | j | | | |
| Third previous tax year to reduce taxable income | **923** | | k | | | |
| First previous tax year to reduce taxable dividends subject to Part IV tax | **931** | | l | | | |
| Second previous tax year to reduce taxable dividends subject to Part IV tax | **932** | | m | | | |
| Third previous tax year to reduce taxable dividends subject to Part IV tax | **933** | | n | | | |
| Subtotal (total of amounts i to n) | | | ▶ | | | F |
| Closing balance of farm losses to be carried forward to future tax years (amount E **minus** amount F) | | | | **380** | | G |

Note 8: A farm loss expires as follows:

- after **10** tax years if it arose in a tax year ending before 2006; and
- after **20** tax years if it arose in a tax year ending after 2005.

Note 9: Amount h is the total of lines 340 and 345 from Schedule 3.

## Part 4 – Restricted farm losses

**Current-year restricted farm loss**

Total losses for the year from farming business . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **485** ______ A

**Minus** the deductible farm loss:

(amount A above ______ – $2,500) **divided** by 2 = ______ a

Amount a or $ 15,000 (note 10), whichever is less . . . . . . . . . . ______ ▶ ______ b

2,500 c

Subtotal (amount b **plus** amount c) 2,500 ▶ 2,500 B

Current-year restricted farm loss (amount A **minus** amount B) ______ C

**Continuity of restricted farm losses and request for a carryback**

Restricted farm losses at the end of the previous tax year . . . . . . . . . . . . . . . . . . . . . . . . . . . ______ d

**Deduct:** Restricted farm loss expired (note 11) . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **400** ______ e

Restricted farm losses at the beginning of the tax year (amount d **minus** amount e) . . . . . . . . **402** ______ ▶ ______ D

**Add:**

Restricted farm losses transferred on an amalgamation or on the wind-up of a subsidiary corporation . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **405** ______ f

Current-year restricted farm loss (from amount C) . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **410** ______ g

Enter amount g on line 233 of Schedule 1, *Net Income (Loss) for Income Tax Purposes*.

Subtotal (amount f **plus** amount g) ______ ▶ ______ E

Subtotal (amount D **plus** amount E) ______ F

**Deduct:**

Restricted farm losses from previous tax years applied against current farming income . . . . . **430** ______ h

Enter amount h on line 333 of the T2 return.

Section 80 – Adjustments for forgiven amounts . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **440** ______ i

Other adjustments . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **450** ______ j

Subtotal (total of amounts h to j) ______ ▶ ______ G

Restricted farm losses before any request for a carryback (amount F **minus** amount G) ______ H

**Deduct** – **Request to carry back restricted farm loss to:**

First previous tax year to reduce farming income . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **941** ______ k

Second previous tax year to reduce farming income . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **942** ______ l

Third previous tax year to reduce farming income . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **943** ______ m

Subtotal (total of amounts k to m) ______ ▶ ______ I

Closing balance of restricted farm losses to be carried forward to future tax years (amount H **minus** amount I) **480** ______ J

**Note**

The total losses for the year from all farming businesses are calculated without including scientific research expenses.

Note 10: For tax years that end before March 21, 2013, use $6,250 instead of $15,000.

Note 11: A restricted farm loss expires as follows:

- after **10** tax years if it arose in a tax year ending before 2006; and
- after **20** tax years if it arose in a tax year ending after 2005.

## Part 5 – Listed personal property losses

**Continuity of listed personal property loss and request for a carryback**

Listed personal property losses at the end of the previous tax year . . . . . . . . . . . . . . . . . . . . . . . . a

**Deduct:** Listed personal property loss expired after 7 tax years . . . . . . . . . . . . . . . . . . . . . . **500** b

Listed personal property losses at the beginning of the tax year (amount a **minus** amount b) . . . **502** ▶ A

**Add:** Current-year listed personal property loss (from Schedule 6) . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **510** B

Subtotal (amount A **plus** amount B) C

**Deduct:**

Listed personal property losses from previous tax years applied against listed personal property gains . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **530** c

Enter amount c on line 655 of Schedule 6.

Other adjustments . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **550** d

Subtotal (amount c **plus** amount d) ▶ D

Listed personal property losses remaining before any request for a carryback (amount C **minus** amount D) E

**Deduct** – **Request to carry back listed personal property loss to:**

First previous tax year to reduce listed personal property gains . . . . . . . . . . . . . . . . . . . . . . **961** e

Second previous tax year to reduce listed personal property gains . . . . . . . . . . . . . . . . . . . **962** f

Third previous tax year to reduce listed personal property gains . . . . . . . . . . . . . . . . . . . . . **963** g

Subtotal (total of amounts e to g) ▶ F

Closing balance of listed personal property losses to be carried forward to future tax years (amount E **minus** amount F) **580** G

## Part 7 – Limited partnership losses

### Current-year limited partnership losses

| | 1 | 2 | 3 | 4 | 5 | 6 | 7 |
|---|---|---|---|---|---|---|---|
| | Partnership account number **600** | Tax year ending yyyy/mm/dd **602** | Corporation's share of limited partnership loss **604** | Corporation's at-risk amount **606** | Total of corporation's share of partnership investment tax credit, farming losses, and resource expenses **608** | Column 4 **minus** column 5 (if negative, enter "0") | Current -year limited partnership losses (column 3 **minus** column 6) **620** |
| 1. | | | | | | | |

**Total** (enter this amount on line 222 of Schedule 1)

### Limited partnership losses from previous tax years that may be applied in the current year

| | 1 | 2 | 3 | 4 | 5 | 6 | 7 |
|---|---|---|---|---|---|---|---|
| | Partnership account number **630** | Tax year ending yyyy/mm/dd **632** | Limited partnership losses at the end of the previous tax year and amounts transferred on an amalgamation or on the wind-up of a subsidiary **634** | Corporation's at-risk amount **636** | Total of corporation's share of partnership investment tax credit, business or property losses, and resource expenses **638** | Column 4 **minus** column 5 (if negative, enter "0") | Limited partnership losses that may be applied in the year (the lesser of columns 3 and 6) **650** |
| 1. | | | | | | | |

### Continuity of limited partnership losses that can be carried forward to future tax years

| | 1 | 2 | 3 | 4 | 5 | 6 |
|---|---|---|---|---|---|---|
| | Partnership account number **660** | Limited partnership losses at the end of the previous tax year **662** | Limited partnership losses transferred in the year on an amalgamation or on the wind-up of a subsidiary **664** | Current-year limited partnership losses (from line 620) **670** | Limited partnership losses applied in the current year (must be equal to or less than line 650) **675** | Current year limited partnership losses closing balance to be carried forward to future years (column 2 **plus** column 3 **plus** column 4 **minus** column 5) **680** |
| 1. | | | | | | |

**Total** (enter this amount on line 335 of the T2 return)

**Note**

If you need more space, you can attach more schedules.

## Part 8 – Election under paragraph 88(1.1)(f)

If you are making an election under paragraph 88(1.1)(f), check the box . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **190** Yes ☐

In the case of the wind-up of a subsidiary, if the election is made, the non-capital loss, restricted farm loss, farm loss, or limited partnership loss of the subsidiary—that otherwise would become the loss of the parent corporation for a particular tax year starting after the wind–up began—will be considered as the loss of the parent corporation for its immediately preceding tax year and not for the particular year.

**Note**

This election is only applicable for wind-ups under subsection 88(1) that are reported on Schedule 24, *First-Time Filer after Incorporation, Amalgamation, or Winding-up of a Subsidiary into a Parent*.

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**Schedule 5**

# Tax Calculation Supplementary – Corporations

| Corporation's name | Business Number | Tax year-end Year Month Day |
|---|---|---|
| Waterloo North Hydro Inc. | 86584 4575 RC0001 | 2019-12-31 |

- Use this schedule if, during the tax year, your corporation:
  - had a permanent establishment in more than one jurisdiction (corporations that have no taxable income should only complete columns A, B and D in Part 1),
  - is claiming provincial or territorial tax credits or rebates (see Part 2), or
  - has to pay taxes, other than income tax, for Newfoundland and Labrador, or Ontario (see Part 2).
- All legislative references are to the Income Tax Regulations.
- For more information, see the T2 Corporation – Income Tax Guide.
- For the regulation number to be entered in field 100 of Part 1, see the chart below.

## Part 1 – Allocation of taxable income

**100** ______________________ Enter the Regulation that applies (402 to 413)

| **A** Jurisdiction. Tick yes if your corporation had a permanent establishment in the jurisdiction during the tax year * | **B** Total salaries and wages paid in jurisdiction | **C** (B x taxable income) / G | **D** Gross revenue | **E** (D x taxable income) / H | **F** Allocation of taxable income (C + E) x 1/2** (where either G or H is nil, do not multiply by 1/2) |
|---|---|---|---|---|---|
| Newfoundland and Labrador **003** Yes ☐ | **103** | | **143** | | |
| Newfoundland and Labrador Offshore **004** Yes ☐ | **104** | | **144** | | |
| Prince Edward Island **005** Yes ☐ | **105** | | **145** | | |
| Nova Scotia **007** Yes ☐ | **107** | | **147** | | |
| Nova Scotia Offshore **008** Yes ☐ | **108** | | **148** | | |
| New Brunswick **009** Yes ☐ | **109** | | **149** | | |
| Quebec **011** Yes ☐ | **111** | | **151** | | |
| Ontario **013** Yes ☐ | **113** | | **153** | | |
| Manitoba **015** Yes ☐ | **115** | | **155** | | |
| Saskatchewan **017** Yes ☐ | **117** | | **157** | | |
| Alberta **019** Yes ☐ | **119** | | **159** | | |
| British Columbia **021** Yes ☐ | **121** | | **161** | | |
| Yukon **023** Yes ☐ | **123** | | **163** | | |
| Northwest Territories **025** Yes ☐ | **125** | | **165** | | |
| Nunavut **026** Yes ☐ | **126** | | **166** | | |
| Outside Canada **027** Yes ☐ | **127** | | **167** | | |
| **Total** | **129** G | | **169** H | | |

* **Permanent establishment** is defined in subsection 400(2)

** For corporations other than those described under section 402, use the appropriate calculation described in the Regulations to allocate taxable income.

**Notes:**

1. After determining the allocation of taxable income, you have to calculate the corporation's provincial or territorial tax payable. For more information on how to calculate the tax for each province or territory, see the instructions for Schedule 5 in the T2 Corporation – Income Tax Guide.
2. If your corporation has provincial or territorial tax payable, complete Part 2.
3. If your corporation is a member of a partnership and the partnership had a permanent establishment in a jurisdiction, select the jurisdiction in Column A and include your proportionate share of the partnership's salaries and wages and gross revenue in columns B and D, respectively.

## Part 2 – Ontario tax payable, tax credits, and rebates

| Total taxable income | Income eligible for small business deduction | Provincial or territorial allocation of taxable income | Provincial or territorial tax payable before credits |
|---|---|---|---|
| 446,762 | | 446,762 | 51,378 |

| | | | | | | |
|---|---|---|---|---|---|---|
| **Ontario basic income tax** (from Schedule 500) | 270 | 51,378 | | | | |
| Ontario small business deduction (from Schedule 500) | 402 | | | | | |
| Subtotal (line 270 **minus** line 402) | | 51,378 | ► | | 51,378 | 5A |
| Ontario transitional tax debits (from Schedule 506) | 276 | | | | | |
| Recapture of Ontario research and development tax credit (from Schedule 508) | 277 | | | | | |
| Subtotal (line 276 **plus** line 277) | | | ► | | | 5B |
| Gross Ontario tax (amount 5A **plus** amount 5B) | | | | | 51,378 | 5C |
| Ontario resource tax credit (from Schedule 504) | 404 | | | | | |
| Ontario tax credit for manufacturing and processing (from Schedule 502) | 406 | | | | | |
| Ontario foreign tax credit (from Schedule 21) | 408 | | | | | |
| Ontario credit union tax reduction (from Schedule 500) | 410 | | | | | |
| Ontario political contributions tax credit (from Schedule 525) | 415 | | | | | |
| Ontario non-refundable tax credits (total of lines 404 to 415) | | | ► | | | 5D |
| Subtotal (amount 5C **minus** amount 5D) (if negative, enter "0") | | | | | 51,378 | 5E |
| Ontario research and development tax credit (from Schedule 508) | | | | 416 | | |
| Ontario corporate income tax payable before Ontario corporate minimum tax credit and Ontario community food program donation tax credit for farmers (amount 5E **minus** line 416) (if negative, enter "0") | | | | | 51,378 | 5F |
| Ontario corporate minimum tax credit (from Schedule 510) | | | | 418 | | |
| Ontario community food program donation tax credit for farmers (from Schedule 2) | | | | 420 | | |
| Ontario corporate income tax payable (amount 5F **minus** the total of lines 418 and 420) (if negative, enter "0") | | | | | 51,378 | 5G |
| Ontario corporate minimum tax (from Schedule 510) | 278 | 108,203 | | | | |
| Ontario special additional tax on life insurance corporations (from Schedule 512) | 280 | | | | | |
| Subtotal (line 278 **plus** line 280) | | 108,203 | ► | | 108,203 | 5H |
| Total Ontario tax payable before refundable tax credits (amount 5G **plus** amount 5H) | | | | | 159,581 | 5I |
| Ontario qualifying environmental trust tax credit | 450 | | | | | |
| Ontario co-operative education tax credit (from Schedule 550) | 452 | 36,000 | | | | |
| Ontario apprenticeship training tax credit (from Schedule 552) | 454 | 2,603 | | | | |
| Ontario computer animation and special effects tax credit (from Schedule 554) | 456 | | | | | |
| Ontario film and television tax credit (from Schedule 556) | 458 | | | | | |
| Ontario production services tax credit (from Schedule 558) | 460 | | | | | |
| Ontario interactive digital media tax credit (from Schedule 560) | 462 | | | | | |
| Ontario sound recording tax credit (from Schedule 562) | 464 | | | | | |
| Ontario book publishing tax credit (from Schedule 564) | 466 | | | | | |
| Ontario innovation tax credit (from Schedule 566) | 468 | | | | | |
| Ontario business-research institute tax credit (from Schedule 568) | 470 | | | | | |
| Ontario refundable tax credits (total of lines 450 to 470) | | 38,603 | ► | | 38,603 | 5J |
| **Net Ontario tax payable or refundable tax credit** (amount 5I **minus** amount 5J)<br>(if a credit, enter amount in brackets) Include this amount on line 255. | | | | 290 | 120,978 | |

## Summary

Enter the total net tax payable or refundable tax credits for all provinces and territories on line 255.

| | | |
|---|---|---|
| **Net provincial and territorial tax payable or refundable tax credits** | 255 | 120,978 |

If the amount on line 255 is positive, enter the net provincial and territorial tax payable on line 760 of the T2 return.
If the amount on line 255 is negative, enter the net provincial and territorial refundable tax credits on line 812 of the T2 return.

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**Schedule 8**

# Capital Cost Allowance (CCA)

| Corporation's name | Business number | Tax year-end Year Month Day |
|---|---|---|
| Waterloo North Hydro Inc. | 86584 4575 RC0001 | 2019-12-31 |

For more information, see the section called "Capital Cost Allowance" in the T2 Corporation Income Tax Guide.

Is the corporation electing under Regulation 1101(5q)? **101** Yes ☐ No ☒

| | 1 Class number * See note 1 **200** | Description | 2 Undepreciated capital cost (UCC) at the beginning of the year **201** | 3 Cost of acquisitions during the year (new property must be available for use) See note 2 **203** | 4 Cost of acquisitions from column 3 that are accelerated investment incentive properties (AIIP) See note 3 **225** | 5 Adjustments and transfers See note 4 **205** | 6 Amount from column 5 that is assistance received or receivable during the year for a property, subsequent to its disposition See note 5 **221** | 7 Amount from column 5 that is repaid during the year for a property, subsequent to its disposition See note 6 **222** | 8 Proceeds of dispositions See note 7 **207** | For tax years ending before November 21, 2018: 50% rule (1/2 of net acquisitions) **211** |
|---|---|---|---|---|---|---|---|---|---|---|
| 1. | 1 | | 51,223,756 | | | | | | 0 | |
| 2. | 1b | | 17,300,240 | 61,217 | 61,217 | | | | 0 | |
| 3. | 8 | | 5,025,413 | 2,223,545 | 2,223,545 | | | | 29,554 | |
| 4. | 10 | | 1,690,067 | 718,288 | 718,288 | | | | 0 | |
| 5. | 12 | | 132,810 | 122,559 | 122,559 | | | | 0 | |
| 6. | 45 | | 3 | | | | | | 0 | |
| 7. | 47 | | 100,779,606 | 13,111,489 | 13,111,489 | | | | 240,634 | |
| 8. | 50 | | 1,025,701 | 226,841 | 226,841 | | | | 0 | |
| 9. | 95 | | 3,538,278 | 160,307 | 160,307 | | | | 0 | |
| 10. | 46 | | 19,674 | 113,439 | 113,439 | | | | 0 | |
| | | **Totals** | 180,735,548 | 16,737,685 | 16,737,685 | | | | 270,188 | |

| | 1 Class number * See note 1 **200** | Des-crip-tion | 9 UCC (column 2 **plus** column 3 **plus** or **minus** column 5 **minus** column 8) See note 8 | 10 Proceeds of disposition available to reduce the UCC of AIIP (column 8 **plus** column 6 **minus** column 3 **plus** column 4 **minus** column 7) (if negative, enter "0") | 11 Net capital cost additions of AIIP acquired during the year (column 4 **minus** column 10) (if negative, enter "0") | 12 UCC adjustment for AIIP acquired during the year (column 11 **multiplied** by the relevant factor) See note 9 | 13 UCC adjustment for non-AIIP acquired during the year (0.5 **multiplied** by the result of column 3 **minus** column 4 **minus** column 6 **plus** column 7 **minus** column 8) (if negative, enter "0") See note 10 **224** | 14 CCA rate % See note 11 **212** | 15 Recapture of CCA See note 12 **213** | 16 Terminal loss See note 13 **215** | 17 CCA (for declining balance method, the result of column 9 **plus** column 12 **minus** column 13, **multiplied** by column 14 or a lower amount) See note 14 **217** | 18 UCC at the end of the year (column 9 **minus** column 17) **220** |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 1. | 1 | | 51,223,756 | | | | | 4 | 0 | 0 | 2,048,950 | 49,174,806 |

| | 1<br>Class number *<br>See note 1<br>200 | Des-crip-tion | 9<br>UCC (column 2 **plus** column 3 **plus** or **minus** column 5 **minus** column 8)<br>See note 8 | 10<br>Proceeds of disposition available to reduce the UCC of AIIP (column 8 **plus** column 6 **minus** column 3 **plus** column 4 **minus** column 7) (if negative, enter "0") | 11<br>Net capital cost additions of AIIP acquired during the year (column 4 **minus** column 10) (if negative, enter "0") | 12<br>UCC adjustment for AIIP acquired during the year (column 11 **multiplied** by the relevant factor)<br>See note 9 | 13<br>UCC adjustment for non-AIIP acquired during the year (0.5 **multiplied** by the result of column 3 **minus** column 4 **minus** column 6 **plus** column 7 **minus** column 8) (if negative, enter "0")<br>See note 10<br>224 | 14<br>CCA rate %<br>See note 11<br>212 | 15<br>Recapture of CCA<br>See note 12<br>213 | 16<br>Terminal loss<br>See note 13<br>215 | 17<br>CCA (for declining balance method, the result of column 9 **plus** column 12 **minus** column 13, **multiplied** by column 14 or a lower amount)<br>See note 14<br>217 | 18<br>UCC at the end of the year (column 9 **minus** column 17)<br>220 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 2. | 1b | | 17,361,457 | | 61,217 | 30,609 | | 6 | 0 | 0 | 1,043,524 | 16,317,933 |
| 3. | 8 | | 7,219,404 | 29,554 | 2,193,991 | 1,096,996 | | 20 | 0 | 0 | 1,663,280 | 5,556,124 |
| 4. | 10 | | 2,408,355 | | 718,288 | 359,144 | | 30 | 0 | 0 | 830,250 | 1,578,105 |
| 5. | 12 | | 255,369 | | 122,559 | | | 100 | 0 | 0 | 255,369 | |
| 6. | 45 | | 3 | | | | | 45 | 0 | 0 | 1 | 2 |
| 7. | 47 | | 113,650,461 | 240,634 | 12,870,855 | 6,435,428 | | 8 | 0 | 0 | 9,606,871 | 104,043,590 |
| 8. | 50 | | 1,252,542 | | 226,841 | 113,421 | | 55 | 0 | 0 | 751,280 | 501,262 |
| 9. | 95 | | 3,698,585 | | 160,307 | 80,154 | | 0 | 0 | 0 | | 3,698,585 |
| 10. | 46 | | 133,113 | | 113,439 | 56,720 | | 30 | 0 | 0 | 56,950 | 76,163 |
| | | **Totals** | 197,203,045 | 270,188 | 16,467,497 | 8,172,472 | | | | | 16,256,475 | 180,946,570 |

Enter the total of column 15 on line 107 of Schedule 1.
Enter the total of column 16 on line 404 of Schedule 1.
Enter the total of column 17 on line 403 of Schedule 1.

Note 1. If a class number has not been provided in Schedule II of the Income Tax Regulations for a particular class of property, use the subsection provided in Regulation 1101. Class numbers followed by a letter indicate the basic rate of the class taking into account the additional deduction allowed. Class 1a: 4% + 6% = 10% (class 1 to 10%), class 1b: 4% + 2% = 6% (class 1 to 6%).

Note 2. Include any property acquired in previous years that has now become available for use. This property would have been previously excluded from column 3. List separately any acquisitions of property in the class that are not subject to the 50% rule. See Income Tax Folio S3-F4-C1, General Discussion of Capital Cost Allowance, for exceptions to the 50% rule.

Note 3. An accelerated investment incentive property (AIIP) is a property (other than property included in Class 54 or 55) that you acquired after November 20, 2018 and became available for use before 2028. See the T2 Corporation Income Tax Guide for more information. Classes 54 and 55 include property that is a zero-emission vehicle you acquired after March 18, 2019 and became available for use before 2028.

Note 4. Enter in column 5, "Adjustments and transfers", amounts that increase or reduce the undepreciated capital cost (column 9). Items that increase the undepreciated capital cost include amounts transferred under section 85, or transferred on amalgamation or winding-up of a subsidiary. Items that reduce the undepreciated capital cost (show amounts that reduce the undepreciated capital cost in brackets) include government assistance received or entitled to be received in the year, or a reduction of capital cost after the application of section 80. See the T2 Corporation Income Tax Guide for other examples of adjustments and transfers to include in column 5.

Note 5. Include all amounts of assistance you received (or were entitled to receive) after the disposition of a depreciable property that would have decreased the capital cost of the property by virtue of paragraph 13(7.1)(f) if received before the disposition.

Note 6. Include all amounts you have repaid during the year with respect to any legally required repayment, made after the disposition of a corresponding property, of:

- assistance that would have otherwise increased the capital cost of the property under paragraph 13(7.1)(d); and
- an inducement, assistance or any other amount contemplated in paragraph 12(1)(x) received, that otherwise would have increased the capital cost of the property under paragraph 13(7.4)(b).

Also include the UCC of each property of a prescribed class acquired in the course of a corporate reorganization described under paragraph 55(3)(b) of the Act (also known as "butterfly reorganization") or in a non-arm's length transaction (other than by virtue of a right referred to in paragraph 251(5)(b) of the Act) if the property was a depreciable property acquired by the transferor less than 364 days before the end of your tax year.

Note 7. For each property disposed of during the year, deduct from the proceeds of disposition any outlays and expenses to the extent that they were made or incurred for the purpose of making the disposition(s). The amount reported in respect of the property cannot exceed the property's capital cost, unless that property is a timber resource property as defined in subsection 13(21).

Note 8. If the amount in column 5 reduces the undepreciated capital cost (i.e. it is shown in brackets), you must subtract it for the purposes of the calculation. Otherwise, add the amount in column 5 for the purposes of the calculation.

Note 9. The relevant factors for AIIP of a class in Schedule II and for property included in classes 54 and 55, available for use before 2024, are:

- 2 1/3 for property in Classes 43.1 and 54;
- 1 1/2 for property in Class 55;
- 1 for property in Classes 43.2 and 53;
- 0 for property in Classes 12, 13, 14, and 15, as well as properties that are Canadian vessels included in paragraph 1100(1)(v) of the Regulations (see note 14 for additional information); and
- 0.5 for all other property that is AIIP.

Note 10. The UCC adjustment for non-AIIP acquired during the year (formerly known as the half-year rule or 50% rule) does not apply to certain property (including AIIP). For special rules and exceptions, see Income Tax Folio S3-F4-C1, General Discussion of Capital Cost Allowance.

Note 11. Enter a rate only if you are using the declining balance method. For any other method (for example the straight-line method, where calculations are always based on the cost of acquisitions), enter N/A. Then enter the amount you are claiming in column 17.

Note 12. If the amount in column 9 is negative, you have a recapture of CCA. If applicable, enter the negative amount from column 9 in column 15 as a positive. The recapture rules do not apply to passenger vehicles in Class 10.1.

Note 13. If no property is left in the class at the end of the tax year and there is still a positive amount in the column 9, you have a terminal loss. If applicable, enter the positive amount from column 9 in column 16. The terminal loss rules do not apply to:

- passenger vehicles in Class 10.1;
- property in Class 14.1, unless you have ceased carrying on the business to which it relates; or
- limited-period franchises, concessions, or licences in Class 14 if, at the time of acquisition, the property was a former property of the transferor or any similar property attributable to the same fixed place of business, and you had jointly elected with the transferor to have the replacement property rules apply.

Note 14. If the tax year is shorter than 365 days, prorate the CCA claim. Some classes of property do not have to be prorated. See the T2 Corporation Income Tax Guide for more information. For property in class 10.1 disposed of during the year, deduct a maximum of 50% of the regular CCA deduction if you owned the property at the beginning of the tax year. For AIIP listed below, the maximum first year allowance you can claim is determined as follows:

- Class 13: the lesser of 150% of the amount calculated in Schedule III of the Regulations and the UCC at the end of the tax year (before any CCA deduction).
- Class 14: the lesser of 150% of the allocation for the year of the capital cost of the property apportioned over the remaining life of the property (at the time the cost was incurred) and the UCC at the end of the tax year (before any CCA deduction).
- Class 15: the lesser of 150% of an amount computed on the basis of a rate per cord, board foot or cubic metre cut in the tax year and the UCC at the end of the tax year (before any CCA deduction).
- Canadian vessels described under paragraph 1100(1)(v) of the Regulations: the lesser of 50% of the capital cost of the property and the UCC at the end of the tax year (before any CCA deduction).
- Class 41.2: use a 25% CCA rate. The additional allowance under paragraph 1100(1)(y.2)(for single mine properties) and 1100(1)(ya.2)(for multiple mine properties) of the Regulations is not eligible for the accelerated investment incentive. The additional allowance in respect of natural gas liquefaction under paragraph 1100(1)(yb) of the Regulations is eligible for the accelerated investment incentive.
- Property (other than a timber resource property) that is a timber limit or a right to cut timber from a limit: 150% of the amount determined by first subtracting the total of the residual value of the timber limit and all amounts you expended for the 1949 or later tax years for surveys, cruises or preparation of prints, maps or plans for the purpose of obtaining a licence or right to cut timber from the capital cost of the limit or right, and then dividing the result by the quantity of timber in the limit or the quantity of timber you have the right to cut.
- Industrial mineral mine or a right to remove industrial minerals from an industrial mineral mine: 150% of the amount determined by first subtracting the residual value, if any, of the mine or right from the capital cost of the mine or right, and then dividing the result by the number of units of commercially mineable material estimated to be in the mine when the mine or right was acquired (alternatively, if you have acquired a right to remove only a specified number of units, that number of units that you acquired a right to remove).

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**SCHEDULE 9**

# RELATED AND ASSOCIATED CORPORATIONS

| Name of corporation | Business Number | Tax year end Year Month Day |
|---|---|---|
| Waterloo North Hydro Inc. | 86584 4575 RC0001 | 2019-12-31 |

- Complete this schedule if the corporation is related to or associated with at least one other corporation.
- For more information, see the *T2 Corporation Income Tax Guide*.

| | Name<br>100 | Country of residence (other than Canada)<br>200 | Business number (see note 1)<br>300 | Relationship code (see note 2)<br>400 | Number of common shares you own<br>500 | % of common shares you own<br>550 | Number of preferred shares you own<br>600 | % of preferred shares you own<br>650 | Book value of capital stock<br>700 |
|---|---|---|---|---|---|---|---|---|---|
| 1. | Waterloo North Hydro Holding Corp | | 87502 6924 RC0001 | 1 | | | | | |
| 2. | City of Waterloo | | NR | 3 | | | | | |
| 3. | TOWNSHIP OF WOOLWICH | | NR | 3 | | | | | |
| 4. | TOWNSHIP OF WELLESLEY | | NR | 3 | | | | | |

Note 1: Enter "NR" if the corporation is not registered or does not have a business number.
Note 2: Enter the code number of the relationship that applies from the following order: 1 - Parent 2 - Subsidiary 3 - Associated 4 - Related but not associated

T2 SCH 9 (11)

# Continuity of financial statement reserves (not deductible)

## Financial statement reserves (not deductible)

| | Description | Balance at the beginning of the year | Transfer on an amalgamation or the wind-up of a subsidiary | Add | Deduct | Balance at the end of the year |
|---|---|---|---|---|---|---|
| 1 | POST EMPLOYMENT BENEFITS | 4,578,814 | | 4,008,911 | 4,578,814 | 4,008,911 |
| 2 | Doubtful accounts | 200,000 | | 200,000 | 200,000 | 200,000 |
| 3 | Sick Leave | 166,763 | | 154,629 | 166,763 | 154,629 |
| 4 | | | | | | |
| | Reserves from Part 2 of Schedule 13 | | | | | |
| | **Totals** | 4,945,577 | | 4,363,540 | 4,945,577 | 4,363,540 |

The total opening balance plus the total transfers should be entered on line 414 of Schedule 1 as a deduction.
The total closing balance should be entered on line 126 of Schedule 1 as an addition.

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**Schedule 15**

# Deferred Income Plans

| Corporation's name | Business number | Tax year end<br>Year Month Day |
|---|---|---|
| Waterloo North Hydro Inc. | 86584 4575 RC0001 | 2019-12-31 |

- Complete the information below if the corporation deducted payments from its income made to a registered pension plan (RPP), a registered supplementary unemployment benefit plan (RSUBP), a deferred profit sharing plan (DPSP), a pooled registered pension plan (PRPP), or an employee profit sharing plan (EPSP).
- If the trust that governs an employee profit sharing plan is **not resident** in Canada, please indicate if the T4PS, *Statement of Employees Profit Sharing Plan Allocations and Payments*, Supplementary slip(s) were filed for the last calendar year, and whether they were filed by the trustee or the employer.

| | Type of plan (see note 1) **100** | Amount of contribution $ (see note 2) **200** | Registration number (RPP, RSUBP, PRPP, and DPSP only) **300** | Name of EPSP trust **400** | Address of EPSP trust **500** | T4PS slip(s) (see note 3) **600** |
|---|---|---|---|---|---|---|
| 1 | 1 | 1,137,784 | 0345983 | | | |

**Note 1**

Enter the applicable code number:

1 – RPP
2 – RSUBP
3 – DPSP
4 – EPSP
5 – PRPP

**Note 2**

You do not need to add to Schedule 1 any payments you made to deferred income plans.
To reconcile such payments, calculate the following amount:

Total of all amounts indicated in column 200 of this schedule . . . . . . . . . . . . . . . . . . . 1,137,784 A

**Less:**

Total of all amounts for deferred income plans deducted in your financial statements . . . . . 759,698 B

**Deductible amount for contributions to deferred income plans** (amount A **minus** amount B) (if negative, enter "0") . . . . . . . . . . . . . . . . . . . . . . . . . 378,086 C

Enter amount C on line 417 of Schedule 1

**Note 3**

T4PS slip(s) filed by: 1 – Trustee
2 – Employer
(EPSP only)

T2 SCH 15 (13)

Canada

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**Schedule 23**

# Agreement Among Associated Canadian-Controlled Private Corporations to Allocate the Business Limit

- For use by a Canadian-controlled private corporation (CCPC) to identify all associated corporations and to assign a percentage for each associated corporation. This percentage will be used to allocate the business limit for the small business deduction. Information from this schedule will also be used to determine the date the balance of tax is due and to calculate the reduction to the business limit.
- An associated CCPC that has more than one tax year ending in a calendar year must file an agreement for each tax year ending in that calendar year.

**Column 1:** Enter the legal name of each of the corporations in the associated group, including those deemed to be associated under subsection 256(2) of the Income Tax Act.

**Column 2:** Provide the business number for each corporation (if a corporation is not registered, enter "NR").

**Column 3:** Enter the association code from the list below that applies to each corporation:

1 – Associated for purposes of allocating the business limit (unless association code 5 applies)
2 – CCPC that is a **third corporation** as referred to in subsection 256(2) and has filed Schedule 28, Election not to be Associated Through a Third Corporation
3 – Non-CCPC that is a **third corporation**
4 – Associated non-CCPC
5 – Associated CCPC to which association code 1 does not apply because a **third corporation** has filed Schedule 28

**Column 4:** Enter the business limit for the year of each corporation in the associated group. Enter "0" if the corporation has association code 2, 3 or 4 in column 3 (except if the corporation is a cooperative or a credit union eligible for the SBD and it has association code 4).

**Column 5:** Assign a percentage to allocate the business limit to each corporation that has association code 1 in column 3. The total of all percentages in column 5 cannot exceed 100%.

**Column 6:** Enter the business limit allocated to each corporation by multiplying the amount in column 4 by the percentage in column 5. Add all business limits allocated in column 6 and enter the total at line A.

Ensure that the total at line A does not exceed $500,000.

## Allocating the business limit

Date filed (do not use this area) . . . . . **025** Year Month Day

Enter the calendar year the agreement applies to . . . . . **050** Year 2019

Is this an amended agreement for the above calendar year that is intended to replace an agreement previously filed by any of the associated corporations listed below? . . . . . **075** ☐ Yes ☒ No

| | 1<br>Name of associated corporations<br>**100** | 2<br>Business number of associated corporations<br>**200** | 3<br>Association code<br>**300** | 4<br>Business limit for the year before the allocation<br>$ | 5<br>Percentage of the business limit<br>%<br>**350** | 6<br>Business limit allocated*<br>$<br>**400** | |
|---|---|---|---|---|---|---|---|
| 1 | Waterloo North Hydro Inc. | 86584 4575 RC0001 | 1 | 500,000 | 100.0000 | 500,000 | |
| 2 | Waterloo North Hydro Holding Corporation | 87502 6924 RC0001 | 1 | 500,000 | | | |
| 3 | City of Waterloo | NR | 1 | 500,000 | | | |
| 4 | TOWNSHIP OF WOOLWICH | NR | 1 | 500,000 | | | |
| 5 | TOWNSHIP OF WELLESLEY | NR | 1 | 500,000 | | | |
| | | | | **Total** | 100.0000 | 500,000 | A |

**Business limit reduction under subsection 125(5.1) of the Act**

The business limit reduction is calculated in the small business deduction area of the T2 return. One of the factors used in this calculation is the "large corporation amount" at line 415 of the T2 return. The amount at line 415 is determined using the formula 0.225% x (C - $10,000,000). Another factor is the "adjusted aggregate investment income" from lines 744 and 745 of Schedule 7, Aggregate Investment Income and Income Eligible for the Small Business Deduction. Details of these formulas and variable C are in subsection 125(5.1) of the Act.

* Each corporation will enter on line 410 of the T2 return, the amount allocated to it in column 6. However, if the corporation's tax year is less than 51 weeks, prorate the amount in column 6 by the number of days in the tax year divided by 365, and enter the result on line 410 of the T2 return.

**Special rules for business limit**

Special rules apply under subsection 125(5) if a CCPC has more than one tax year ending in the same calendar year and it is associated in more than one of those tax years with another CCPC that has a tax year ending in that calendar year. The business limit for the second or later tax year will be equal to the lesser of: the business limit determined for the first tax year ending in the calendar year or the business limit determined for the second or later tax year ending in the same calendar year.

T2 SCH 23 E (19)

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**Schedule 31**

# Investment Tax Credit – Corporations

## General information

- Use this schedule:
  - to calculate an investment tax credit (ITC) earned during the tax year;
  - to claim a deduction against Part I tax payable;
  - to claim a refund of credit earned during the current tax year;
  - to claim a carryforward of credit from previous tax years;
  - to transfer a credit following an amalgamation or the wind-up of a subsidiary, as described under subsections 87(1) and 88(1);
  - to request a credit carryback to one or more previous years;
  - if you are subject to a recapture of ITC; or
  - if you are claiming:
    - the **Ontario Research and Development Tax Credit**;
    - the **Ontario Innovation Tax Credit.**
- Unless otherwise stated, all legislative references are to the *Income Tax Act* and the *Income Tax Regulations*.
- The ITC is eligible for a three-year carryback (if not deductible in the year earned). It is also eligible for a twenty-year carryforward.
- Investments or expenditures, described in subsection 127(9) and Regulation Part XLVI, that earn an ITC are:
  - qualified property and qualified resource property (Parts 4 to 7 of this schedule);
  - qualified scientific research and experimental development (SR&ED) expenditures (Parts 8 to 17). File Form T661, *Scientific Research and Experimental Development (SR&ED) Expenditures Claim*;
  - pre-production mining expenditures (Parts 18 to 20);
  - apprenticeship job creation expenditures (Parts 21 to 23); and
  - child care spaces expenditures (Parts 24 to 28).
    - Expenditures related to child care spaces incurred after March 21, 2017 no longer qualify for the investment tax credit. If you entered into a written agreement before March 22, 2017, eligible expenditures incurred before 2020 will remain eligible for the credit.
- File this schedule with the *T2 Corporation Income Tax Return*. If you need more space, attach additional schedules.
- For more information on ITCs, see "Investment Tax Credit" in Guide T4012, *T2 Corporation – Income Tax Guide* and read Information Circular IC78-4, *Investment Tax Credit Rates*, and its related Special Release.
- For more information on SR&ED, see guide T4088, *Guide to Form T661 – Scientific Research and Experimental Development (SR&ED) Expenditures Claim*.

## Detailed information

- For the purpose of this schedule, **investment** means the capital cost of the property (excluding amounts added by an election under section 21), determined without reference to subsections 13(7.1) and 13(7.4), minus the amount of any government or non-government assistance that the corporation has received, is entitled to receive, or can reasonably be expected to receive for that property when it files the income tax return for the year in which the property was acquired.
- An ITC deducted or refunded in a tax year for a depreciable property, other than a depreciable property deductible under paragraph 37(1)(b), reduces both the capital cost of that property and the undepreciated capital cost of that class in the next tax year. An ITC for SR&ED deducted or refunded in a tax year will reduce the balance in the pool of deductible SR&ED expenditures and the adjusted cost base (ACB) of an interest in a partnership in the next tax year. An ITC from pre-production mining expenditures deducted in a tax year reduces the balance in the pool of deductible cumulative Canadian exploration expenses in the next tax year.
- Property acquired has to be **available for use** before a claim for an ITC can be made. See subsections 127(11.2) and 248(19) for more information.
- Expenditures for SR&ED and capital costs for a property qualifying for an ITC must be identified by the claimant on Form T661 and Schedule 31 no later than 12 months after the claimant's income tax return is due for the tax year in which it incurred the expenditures or capital costs.
- Expenditures for pre-production mining, apprenticeship, or child care space for an ITC must be identified by the claimant on Schedule 31 no later than 12 months after the claimant's income tax return is due for the tax year in which it incurred the expenditures or capital costs.
- Partnership allocations – Subsection 127(8) provides for the allocation of the amount that may reasonably be considered to be a partner's share of the ITCs of the partnership at the end of the fiscal period of the partnership. An allocation of ITCs is generally considered to be the partner's reasonable share of the ITCs if it is made in the same proportion in which the partners have agreed to share any income or loss and if section 103 is not applicable for the agreement to share any income or loss. Special rules apply to specified members of a partnership and limited partners. For more information, see Guide T4068, *Guide for the Partnership Information Return*.
- For tax purposes**,** Canada includes the **exclusive economic zone of Canada** as defined in the *Oceans Act* (which generally consists of an area of the sea that is within 200 nautical miles from the Canadian coastline), including the airspace, seabed and subsoil of that zone.
- For the purpose of this schedule, the expression **Atlantic Canada** includes the Gaspé Peninsula and the provinces of Newfoundland and Labrador, Prince Edward Island, Nova Scotia, and New Brunswick, as well as their respective offshore regions (prescribed in Regulation 4609).
- For the purpose of this schedule, **qualified property** means property in Atlantic Canada that is used primarily for manufacturing and processing, farming or fishing, logging, storing grain, or harvesting peat. Property in Atlantic Canada that is used primarily for oil and gas, and mining activities is considered qualified property only if acquired by the taxpayer **before** March 29, 2012. Qualified property includes new buildings and new machinery and equipment (prescribed in Regulation 4600), and if acquired by the taxpayer **after** March 28, 2012, new energy generation and conservation property (prescribed in Regulation 4600). Qualified property can also be used primarily to produce or process electrical energy or steam in a prescribed area (as described in Regulation 4610). See the definition of **qualified property** in subsection 127(9) for more information.

## Detailed information (continued)

- For the purpose of this schedule, **qualified resource property** means property in Atlantic Canada that is used primarily for oil and gas, and mining activities, if acquired by the taxpayer **after** March 28, 2012, and **before** January 1, 2016. Qualified resource property includes new buildings and new machinery and equipment (prescribed in Regulation 4600). See the definition of **qualified resource property** in subsection 127(9) for more information.
- For the purpose of this schedule, **pre-production mining exploration expenditures** are pre-production mining expenditures incurred **after** March 28, 2012, by the taxpayer to determine the existence, location, extent, or quality of certain mineral resources in Canada, excluding expenses incurred in the exploration of an oil or gas well. See subparagraph (a)(i) of the definition of **pre-production mining expenditure** in subsection 127(9) for more information.
- For the purpose of this schedule, **pre-production mining development expenditures** are pre-production mining expenditures incurred **after** March 28, 2012, by the taxpayer to bring a new mineral resource mine in Canada into production, excluding expenses in the development of a bituminous sands deposit or an oil shale deposit. See subparagraph (a)(ii) of the definition of **pre-production mining expenditure** in subsection 127(9) for more information.

## Part 1 – Investments, expenditures, and percentages

| **Investments** | **Specified percentage** |
|---|---|
| Qualified property acquired primarily for use in Atlantic Canada | 10 % |
| Qualified resource property acquired primarily for use in Atlantic Canada and acquired: | |
| – after March 28, 2012, and before 2014 | 10 % |
| – after 2013 and before 2016 | 5 % |
| – after 2015* | 0 % |
| **Expenditures** | |
| If you are a Canadian-controlled private corporation (CCPC), this percentage may apply to the portion that you claim of the SR&ED qualified expenditure pool that does not exceed your expenditure limit (see Part 10) | 35 % |

**Note:** If your current year's qualified expenditures are more than your expenditure limit (see Part 10), the excess is eligible for an ITC calculated at the 15 % rate.

| | |
|---|---|
| If you are a corporation that is not a CCPC and have incurred qualified expenditures for SR&ED in any area in Canada: | |
| – before 2014** | 20 % |
| – after 2013** | 15 % |
| If you are a taxable Canadian corporation that incurred pre-production mining expenditures before March 29, 2012 | 10 % |
| If you are a taxable Canadian corporation that incurred pre-production mining exploration expenditures: | |
| – after March 28, 2012, and before 2013 | 10 % |
| – in 2013 | 5 % |
| – after 2013 | 0 % |
| If you are a taxable Canadian corporation that incurred pre-production mining development expenditures***: | |
| – after March 28, 2012, and before 2014 | 10 % |
| – in 2014 | 7 % |
| – in 2015 | 4 % |
| – after 2015 | 0 % |
| If you paid salary and wages to apprentices in the first 24 months of their apprenticeship contract for employment | 10 % |
| If you incurred expenditures after March 18, 2007 and before March 22, 2017 (or before 2020 if you entered into a written agreement before March 22, 2017) for the creation of licensed child care spaces for the children of your employees and, potentially, for other children | 25 % |

* A transitional relief rate of 10% may apply to property acquired after 2013 and before 2017, if the property is acquired under a written agreement entered into before March 29, 2012, or the property is acquired as part of a **phase** of a project where the construction or the engineering and design work for the construction started before March 29, 2012. See paragraph (a.1) of the definition of **specified percentage** in subsection 127(9) for more information.

** The reduction of the rate from 20% to 15% applies to 2014 and later tax years, except that, for 2014 tax years that start before 2014, the reduction is pro-rated based on the number of days in the tax year that are after 2013.

*** A transitional relief rate may apply to expenditures incurred after 2013 and before 2016, if the expenditure is incurred under a written agreement entered into before March 29, 2012, or the expenditure is incurred as part of the development of a new mine where the construction or the engineering and design work for the construction of the new mine started before March 29, 2012. See subparagraphs (k)(ii) and (iii) of the definition of **specified percentage** in subsection 127(9) for more information.

| Corporation's name | Business number | Tax year-end<br>Year Month Day |
|---|---|---|
| Waterloo North Hydro Inc. | 86584 4575 RC0001 | 2019-12-31 |

## Part 2 – Determination of a qualifying corporation

Is the corporation a qualifying corporation? . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **101** 1 Yes ☐ 2 No ☒

For the purpose of a refundable ITC, a **qualifying corporation** is defined under subsection 127.1(2). The corporation has to be a CCPC and its taxable income (before any loss carrybacks) for its previous tax year cannot be more than its **qualifying income limit** for the particular tax year. If the corporation is associated with any other corporations during the tax year, the total of the taxable incomes of the corporation and the associated corporations (before any loss carrybacks), for their last tax year ending in the previous calendar year, cannot be more than their qualifying income limit for the particular tax year.

**Note:** A CCPC considered associated with another corporation under subsection 256(1) will be considered **not** associated for the calculation of a refundable ITC if:

- one corporation is associated with another corporation solely because one or more persons own shares of the capital stock of both corporations; and
- one of the corporations has at least one shareholder who is not common to both corporations.

If you are a **qualifying** corporation, you will earn a **100%** refund on your share of any ITCs earned at the 35% rate on qualified **current** expenditures for SR&ED, up to the allocated expenditure limit. The 100% refund does not apply to qualified **capital** expenditures eligible for the 35% credit rate. They are only eligible for the **40%** refund*.

Some CCPCs that are **not qualifying** corporations may also earn a **100%** refund on their share of any ITCs earned at the 35% rate on qualified **current** expenditures for SR&ED, up to the allocated expenditure limit. The expenditure limit can be determined in Part 10. The 100% refund does not apply to qualified **capital** expenditures eligible for the 35% credit rate. They are only eligible for the **40%** refund*.

The 100% refund will not be available to a corporation that is an **excluded corporation** as defined under subsection 127.1(2). A corporation is an excluded corporation if, at any time during the year, it is a corporation that is either controlled by (directly or indirectly, in any manner whatever) or is related to:

a) one or more persons exempt from Part I tax under section 149;

b) Her Majesty in right of a province, a Canadian municipality, or any other public authority; or

c) any combination of persons referred to in a) or b) above.

* Capital expenditures incurred after December 31, 2013, including lease payments for property that would have been a capital expenditure if purchased directly, are **not** qualified SR&ED expenditures and are **not** eligible for an ITC on SR&ED expenditures.

## Part 3 – Corporations in the farming industry

Complete this area if the corporation is making SR&ED contributions.

Is the corporation claiming a contribution in the current year to an agricultural organization whose goal is to finance SR&ED work (for example, check-off dues)? . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **102** 1 Yes ☐ 2 No ☒

If **yes**, complete Schedule 125, *Income Statement Information*, to identify the type of farming industry the corporation is involved in.

Contributions to agricultural organizations for SR&ED* . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **103** ____________
Enter on line 350 of Part 8.

* Enter only contributions not already included on Form T661.
Include 80% of the contributions made **after** 2012. For contributions made **before** 2013, include all of the contributions.

## Qualified Property and Qualified Resource Property

## Part 4 – Eligible investments for qualified property and qualified resource property from the current tax year

| Capital cost allowance class number **105** | Description of investment **110** | Date available for use **115** | Location used in Atlantic Canada (province) **120** | Amount of investment **125** |
|---|---|---|---|---|
| | | | | |

**Total of investments for qualified property and qualified resource property** ____________ A1

## Part 5 – Current-year credit and account balances – ITC from investments in qualified property and qualified resource property

ITC at the end of the previous tax year . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . B1

Credit deemed as a remittance of co-op corporations . . . . . . . . . . . . . . . . . . . . . **210**

Credit expired . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **215**

Subtotal (line 210 **plus** line 215) ▶ C1

ITC at the beginning of the tax year (amount B1 **minus** amount C1) . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **220**

Credit transferred on an amalgamation or the wind-up of a subsidiary . . . . . . . . . . . . . . . **230**

ITC from repayment of assistance . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **235**

Qualified property; and qualified resource property acquired after March 28, 2012, and before January 1, 2014* (applicable part from amount A1 in Part 4) . . . . . . . . . . . . . . . . . x 10 % = **240**

Qualified resource property acquired after December 31, 2013, and before January 1, 2016 (applicable part from amount A1 in Part 4) . . . . . x 5 % = **242**

Credit allocated from a partnership . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **250**

Subtotal (total of lines 230 to 250) ▶ D1

Total credit available (line 220 **plus** amount D1) . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . E1

Credit deducted from Part I tax . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **260**

Credit carried back to previous years (amount H1 in Part 6) . . . . . . . . . . . . . . . . . . . . . . . . a

Credit transferred to offset Part VII tax liability . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **280**

Subtotal (total of line 260, amount a, and line 280) ▶ F1

Credit balance before refund (amount E1 **minus** amount F1) . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . G1

Refund of credit claimed on investments from qualified property and qualified resource property (from Part 7) . . . . . . . . . **310**

**ITC closing balance of investments from qualified property and qualified resource property** (amount G1 **minus** line 310) . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **320**

* Include investments acquired after 2013 and before 2017 that are eligible for transitional relief.

## Part 6 – Request for carryback of credit from investments in qualified property and qualified resource property

| | Year | Month | Day | | |
|---|---|---|---|---|---|
| 1st previous tax year | | | | Credit to be applied | **901** |
| 2nd previous tax year | | | | Credit to be applied | **902** |
| 3rd previous tax year | | | | Credit to be applied | **903** |

Total of lines 901 to 903
Enter at amount a in Part 5. H1

## Part 7 – Refund of ITC for qualifying corporations on investments from qualified property and qualified resource property

Current-year ITCs (total of lines 240, 242, and 250 in Part 5) . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . I1

Credit balance before refund (from amount G1 in Part 5) . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . J1

**Refund** ( 40 % of amount I1 or J1, whichever is less) . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . K1

Enter amount K1 or a lesser amount on line 310 in Part 5 (also enter on line 780 of the T2 return if you do not claim an SR&ED ITC refund).

## SR&ED

### Part 8 – Qualified SR&ED expenditures

| | | | | |
|---|---|---|---|---|
| Current expenditures (from line 557 on Form T661) | | | | |
| Contributions to agricultural organizations for SR&ED | | | | |
| **Deduct:** | | | | |
| Government assistance, non-government assistance, or contract payment | | | | |
| Contributions to agricultural organizations for SR&ED for the federal ITC (this amount is updated to line 103 of Part 3. For more details, consult the Help.)* | | + | | |
| Current expenditures (line 557 on Form T661 **plus** line 103 in Part 3)* | | | **350** | |
| Capital expenditures incurred **before** 2014 (from line 558 on Form T661)** | | | **360** | |
| Repayments made in the year (from line 560 on Form T661) | | | **370** | |
| **Qualified SR&ED expenditures** (total of lines 350 to 370) | | | **380** | |

* If you are claiming only contributions made to agricultural organizations for SR&ED, line 350 should equal line 103 in Part 3. Do not file Form T661.

** Capital expenditures incurred after December 31, 2013, are not qualified SR&ED expenditures. Capital cost allowance can be claimed for depreciable property acquired for use in SR&ED after 2013.

### Part 9 – Components of the SR&ED expenditure limit calculation

**Part 9 only applies if you are a CCPC.**

**Note:** A CCPC considered associated with another corporation under subsection 256(1) will be considered not associated for the calculation of an SR&ED expenditure limit if:

- one corporation is associated with another corporation solely because one or more persons own shares of the capital stock of the corporation; and
- one of the corporations has at least one shareholder who is not common to both corporations.

Is the corporation associated with another CCPC for the purpose of calculating the SR&ED expenditure limit? **385** 1 Yes ☐ 2 No ☒

If you answered **no** to the question on line 385 or if you are not associated with any other corporations, complete lines 390 and 398.
If you answered **yes**, the amounts for associated corporations will be determined on Schedule 49.

| | | | |
|---|---|---|---|
| Enter your taxable income for the previous tax year* (prior to any loss carrybacks applied) | | **390** | 2,207,673 |
| Enter your taxable capital employed in Canada for the previous tax year minus $10 million. If this amount is nil or negative, enter "0". If this amount is over $40 million, enter $40 million | 222,051,917 | **398** | 40,000,000 |

* If the tax year referred to on line 390 is less than 51 weeks, **multiply** the taxable income by the following result: 365 **divided** by the number of days in that tax year.

### Part 10 – SR&ED expenditure limit for a CCPC

| | | | | |
|---|---|---|---|---|
| **For a stand-alone (not associated) corporation:** | | | $ **8,000,000** | |
| Taxable income for the previous tax year (line 390 in Part 9) or $500,000, whichever is more | 2,207,673 | x 10 = | 22,076,730 | A2 |
| Excess ($8,000,000 **minus** amount A2 if the taxation year ends before March 19, 2019; otherwise, enter $3,000,000) (if negative, enter "0")* | | | 3,000,000 | B2 |
| $ 40,000,000 **minus** line 398 in Part 9 | | b | | |
| Amount b **divided** by $ 40,000,000 | | | | C2 |
| **Expenditure limit for the stand-alone corporation** (amount B2 **multiplied** by amount C2)** | | | | D2 |
| **For an associated corporation:** | | | | |
| If associated, the allocation of the SR&ED expenditure limit, as provided on Schedule 49** | | **400** | | E2 |

**If your tax year is less than 51 weeks, calculate the amount of the expenditure limit as follows:**

Amount D2 or E2 ______ x Number of days in the tax year 365 / 365 = ______ F2

**Your SR&ED expenditure limit for the year** (enter amount D2, E2, or F2, whichever applies) **410** ______

* For taxation years ending after March 18, 2019, the taxable income is no longer taken into account in the SR&ED expenditure limit calculation. For more information, consult the Help (F1).

**Amount D2 or E2 cannot be more than $3,000,000.

## Part 11 – Investment tax credits on SR&ED expenditures

Current expenditures (from line 350 in Part 8) or the expenditure limit (from line 410 in Part 10), whichever is less* . . . . . . . . **420** ________ x 35 % = ________ G2

Line 350 **minus** line 410 (if negative, enter "0") . . . . . . . . . . . . . . . . . . **430** ________

Amount from line 430 ________ x Number of days in the tax year before 2014 / Number of days in the tax year ________ x 20% = ________ c

Amount from line 430** ________ x Number of days in the tax year after 2013 / Number of days in the tax year 365 / 365 x 15 % = ________ d

Subtotal (amount c **plus** amount d) . . . . . . . . . . . . . . . . . . . . . . . . . . . ________ ▶ ________ H2

Line 410 **minus** line 350 (if negative, enter "0") . . . . . . . . . . . . . . . . . . . . . . ________ e

Capital expenditures (line 360 in Part 8) or amount e, whichever is less* . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **440** ________ x 35 % = ________ I2

Line 360 **minus** amount e (if negative, enter "0") . . . . . . . . . . . . . . . . . **450** ________

Amount from line 450 ________ x Number of days in the tax year before 2014 / Number of days in the tax year ________ x 20% = ________ f

Amount from line 450** ________ x Number of days in the tax year after 2013 / Number of days in the tax year 365 / 365 x 15 % = ________ g

Subtotal (amount f **plus** amount g) . . . . . . . . . . . . . . . . . . . . . . . . . . . ________ ▶ ________ J2

If a corporation makes a repayment of any government or non-government assistance, or contract payments that reduced the amount of qualified expenditures for ITC purposes, the amount of the repayment is eligible for a credit.

**Repayments** (amount from line 370 in Part 8) . . . . . ________

Enter the amount of the repayment on the line that corresponds to the appropriate rate.

Repayment of assistance that reduced a qualifying expenditure for a CCPC*** . . . . . . . **460** ________ x 35 % = ________ h

Repayment of assistance made after September 16, 2016 that reduced a qualifying expenditure incurred before 2015 . . . . **480** ________ x 20 % = ________ i

Repayment of assistance made after September 16, 2016 that reduced a qualifying expenditure incurred after 2014 . . . . . **490** ________ x 15 % = ________ j

Subtotal (**add** amounts h to j) ________ ▶ ________ K2

**Current-year SR&ED ITC** (total of amounts G2 to K2; enter on line 540 in Part 12) . . . . . . . . . . . . . . . . . . . . . . . . . . ________ L2

* For corporations that are not CCPCs, enter "0" for amounts G2 and I2.

** For tax years that end after 2013, the general SR&ED ITC rate is reduced from 20% to 15%, except that, for 2014 tax years that start **before** 2014, the reduction is pro-rated based on the number of days in the tax year that are **after** 2013. For tax years that have a start date **after** 2013, **multiply** the amount by 15%.

*** If you were a Canadian-controlled private corporation (CCPC), this percentage was applied to the portion that you claimed of the SR&ED qualified expenditure pool that did not exceed your expenditure limit at the time. This percentage includes the rate under subsection 127(10.1), **additions to investment tax credit**. See subsection 127(10.1) for details about exceptions. For expenditures not eligible for this rate use line 480 or 490 as appropriate.

## Part 12 – Current-year credit and account balances – ITC from SR&ED expenditures

| | | | | |
|---|---|---|---|---|
| ITC at the end of the previous tax year | | | | M2 |
| Credit deemed as a remittance of co-op corporations | 510 | | | |
| Credit expired | 515 | | | |
| Subtotal (line 510 **plus** line 515) | | | ▶ | N2 |
| ITC at the beginning of the tax year (amount M2 **minus** amount N2) | | | 520 | |
| Credit transferred on an amalgamation or the wind-up of a subsidiary | 530 | | | |
| Total current-year credit (from amount L2 in Part 11) | 540 | | | |
| Credit allocated from a partnership | 550 | | | |
| Subtotal (total of lines 530 to 550) | | | ▶ | O2 |
| Total credit available (line 520 **plus** amount O2) | | | | P2 |
| Credit deducted from Part I tax | 560 | | | |
| Credit carried back to previous years (amount S2 in Part 13) | | | k | |
| Credit transferred to offset Part VII tax liability | 580 | | | |
| Subtotal (total of line 560, amount k, and line 580) | | | ▶ | Q2 |
| Credit balance before refund (amount P2 **minus** amount Q2) | | | | R2 |
| Refund of credit claimed on SR&ED expenditures (from Part 14 or 15, whichever applies) | | | 610 | |
| **ITC closing balance on SR&ED** (amount R2 **minus** line 610) | | | 620 | |

## Part 13 – Request for carryback of credit from SR&ED expenditures

| | Year | Month | Day | | | | |
|---|---|---|---|---|---|---|---|
| 1st previous tax year | | | | Credit to be applied | 911 | | |
| 2nd previous tax year | | | | Credit to be applied | 912 | | |
| 3rd previous tax year | | | | Credit to be applied | 913 | | |
| | | | | Total of lines 911 to 913<br>Enter at amount k in Part 12. | | | S2 |

## Part 14 – Refund of ITC for qualifying corporations – SR&ED

Complete this part only if you are a qualifying corporation as determined on line 101 in Part 2.

Is the corporation an excluded corporation as defined under subsection 127.1(2)? . . . . . . . . . . . . . . . . . . . . . . . . **650** 1 Yes ☐ 2 No ☒

Current-year ITC (lines 540 **plus** 550 in Part 12 **minus** amount K2 in Part 11) . . . . . . . . . . . . . . ______ I

Refundable credits (amount I or amount R2 in Part 12, whichever is less)* . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . ______ T2

Amount T2 or amount G2 in Part 11, whichever is less . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . ______ U2

Net amount (amount T2 **minus** amount U2; if negative, enter "0") . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . ______ V2

Amount V2 **multiplied** by 40 % . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . ______ W2

Amount U2 . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . ______ X2

**Refund of ITC** (amount W2 **plus** amount X2 – enter this, or a lesser amount, on line 610 in Part 12) . . . . . . . . . . . . . . . . . . ______ Y2

Enter the total of line 310 in Part 5 and line 610 in Part 12 on line 780 of the T2 return.

* If you are also an excluded corporation, as defined in subsection 127.1(2), this amount must be multiplied by 40%. Claim this, or a lesser amount, as your refund of ITC for amount Y2.

## Part 15 – Refund of ITC for CCPCs that are not qualifying or excluded corporations – SR&ED

Complete this part only if you are a CCPC that is not a qualifying or excluded corporation as determined on line 101 in Part 2.

Credit balance before refund (amount R2 in Part 12) . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . ______ Z2

Amount Z2 or amount G2 in Part 11, whichever is less . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . ______ AA2

Net amount (amount Z2 **minus** amount AA2; if negative, enter "0") . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . ______ BB2

Amount BB2 or amount I2 in Part 11, whichever is less . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . ______ CC2

Amount CC2 **multiplied** by 40 % . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . ______ DD2

Amount AA2 . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . ______ EE2

**Refund of ITC** (amount DD2 **plus** amount EE2) . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . ______ FF2

Enter FF2, or a lesser amount, on line 610 in Part 12 and also on line 780 of the T2 return.

# Recapture – SR&ED

## Part 16 – Recapture of ITC for corporations and partnerships – SR&ED

You will have a recapture of ITC in a year when **all** of the following conditions are met:

- you acquired a particular property in the current year or in any of the 20 previous tax years, and the credit was earned in a tax year ending after 1997 and did not expire before 2008;
- you claimed the cost of the property as a qualified expenditure for SR&ED on Form T661;
- the cost of the property was included in calculating your ITC or was the subject of an agreement made under subsection 127(13) to transfer qualified expenditures; and
- you disposed of the property or converted it to commercial use after February 23, 1998. This condition is also met if you disposed of or converted to commercial use a property that incorporates the particular property previously referred to.

**Note:**

The recapture **does not apply** if you disposed of the property to a non-arm's-length purchaser who intended to use it all or substantially all for SR&ED. When the non-arm's-length purchaser later sells or converts the property to commercial use, the recapture rules will apply to the purchaser based on the historical ITC rate of the original user.

You will report a recapture on the T2 return for the year in which you disposed of the property or converted it to commercial use. In the following tax year, add the amount of the ITC recapture to the SR&ED expenditure pool.

If you have more than one disposition for calculations 1 and 2, complete the columns for each disposition for which a recapture applies, using the calculation formats below.

### Calculation 1 – If you meet all of the above conditions

| Amount of ITC you originally calculated for the property you acquired, or the original user's ITC where you acquired the property from a non-arm's length party, as described in the **note** above **700** | Amount calculated using ITC rate at the date of acquisition (or the original user's date of acquisition) on either the proceeds of disposition (if sold in an arm's length transaction) or the fair market value of the property (in any other case) **710** | Amount from column 700 or 710, whichever is less |
|---|---|---|
| | | |

**Subtotal** ______ A3
Enter at amount C3 in Part 17.

### Calculation 2 – Only if you transferred all or a part of the qualified expenditure to another person under an agreement described in subsection 127(13); otherwise, enter nil on line B3.

| **A**<br>Rate that the transferee used in determining its ITC for qualified expenditures under a subsection 127(13) agreement **720** | **B**<br>Proceeds of disposition of the property if you dispose of it to an arm's length person; or, in any other case, enter the fair market value of the property at conversion or disposition **730** | **C**<br>Amount, if any, already provided for in Calculation 1 (This allows for the situation where only part of the cost of a property is transferred under a subsection 127(13) agreement.) **740** | **D**<br>Amount determined by the formula (A x B) – C | **E**<br>ITC earned by the transferee for the qualified expenditures that were transferred **750** | **F**<br>Amount from column D or E, whichever is less |
|---|---|---|---|---|---|
| | | | | | |

**Subtotal** (total of column F) ______ B3
Enter at amount D3 in Part 17.

## Part 16 – Recapture of ITC for corporations and partnerships – SR&ED (continued)

### Calculation 3

As a member of the partnership, you will report your share of the SR&ED ITC of the partnership after the SR&ED ITC has been reduced by the amount of the recapture. If this amount is a positive amount, you will report it on line 550 in Part 12. However, if the partnership does not have enough ITC otherwise available to offset the recapture, then the amount by which reductions to ITC exceed additions (the excess) will be determined and reported on line 760.

Corporate partner's share of the excess of SR&ED ITC **760** ______
Enter at amount E3 in Part 17.

## Part 17 – Total recapture of SR&ED investment tax credit

| | | |
|---|---|---|
| Recaptured ITC from calculation 1, amount A3 in Part 16 | | C3 |
| Recaptured ITC from calculation 2, amount B3 in Part 16 | | D3 |
| Recaptured ITC from calculation 3, line 760 in Part 16 | | E3 |
| **Total recapture of SR&ED investment tax credit** (total of amounts C3 to E3)<br>Enter at amount A8 in Part 29. | | F3 |

# Pre-Production Mining

## Part 18 – Pre-production mining expenditures

### Exploration information

A mineral resource that qualifies for the credit means a mineral deposit from which the principal mineral to be extracted is diamond, a base or precious metal deposit, or a mineral deposit from which the principal mineral to be extracted is an industrial mineral that, when refined, results in a base or precious metal.

In column 800, list all minerals for which pre-production mining expenditures have taken place in the tax year.

For each of the minerals reported in column 800, identify each project (in column 805), mineral title (in column 806), and mining division (in column 807) where title is registered. If there is no mineral title, identify only the project and mining division.

| List of minerals<br>**800** | Project name<br>**805** |
|---|---|
| | |

| Mineral title<br>**806** | Mining division<br>**807** |
|---|---|
| | |

### Pre-production mining expenditures*

**Exploration:**

Pre-production mining expenditures that you incurred in the tax year (**before** January 1, 2014) for the purpose of determining the existence, location, extent, or quality of a mineral resource in Canada:

| | | |
|---|---|---|
| Prospecting | **810** | |
| Geological, geophysical, or geochemical surveys | **811** | |
| Drilling by rotary, diamond, percussion, or other methods | **812** | |
| Trenching, digging test pits, and preliminary sampling | **813** | |

**Development:**

Pre-production mining expenditures incurred in the tax year for bringing a new mine in a mineral resource in Canada into production in reasonable commercial quantities and incurred before the new mine comes into production in such quantities:

| | | |
|---|---|---|
| Clearing, removing overburden, and stripping | **820** | |
| Sinking a mine shaft, constructing an adit, or other underground entry | **821** | |

Other pre-production mining expenditures incurred in the tax year:

| Description<br>**825** | Amount<br>**826** |
|---|---|
| | |
| Total of column 826 | |

Total of column 826 ► A4

| | | | |
|---|---|---|---|
| Total pre-production mining expenditures (total of lines 810 to 821 and amount A4) | **830** | | |
| Total of all assistance (grants, subsidies, rebates, and forgivable loans) or reimbursements that the corporation has received or is entitled to receive in respect of the amounts referred to on line 830 above | **832** | | |
| Excess (line 830 **minus** line 832) (if negative, enter "0") | | | B4 |
| Repayments of government and non-government assistance | **835** | | |
| **Pre-production mining expenditures** (amount B4 **plus** line 835) | | | C4 |

* A pre-production mining expenditure is defined under subsection 127(9).

## Part 19 – Current-year credit and account balances – ITC from pre-production mining expenditures

ITC at the end of the previous tax year . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . D4

Credit deemed as a remittance of co-op corporations . . . . . . . . . . . . . . . . . . . **841**

Credit expired . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **845**

Subtotal (line 841 **plus** line 845) ► E4

ITC at the beginning of the tax year (amount D4 **minus** amount E4) . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **850**

Credit transferred on an amalgamation or the wind-up of a subsidiary . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **860**

Pre-production mining expenditures* incurred before January 1, 2013 (applicable part from amount C4 in Part 18) . . **870** x 10 % = m

Pre-production mining exploration expenditures** incurred in 2013 (applicable part from amount C4 in Part 18) . . **872** x 5 % = n

Pre-production mining development expenditures incurred in 2014 (applicable part from amount C4 in Part 18) . . **874** x 7 % = o

Pre-production mining development expenditures incurred in 2015 (applicable part from amount C4 in Part 18) . . **876** x 4 % = p

Current year credit (total of amounts m to p) **880** ► F4

Total credit available (total of lines 850, 860, and amount F4) . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . G4

Credit deducted from Part I tax . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **885**

Credit carried back to previous years (amount I4 in Part 20) . . . . . . . . . . . . . . . . . . . . . q

Subtotal (line 885 **plus** amount q) ► H4

**ITC closing balance from pre-production mining expenditures** (amount G4 **minus** amount H4) . . . . . . . . . . . . . . **890**

* Also include pre-production mining development expenditures incurred before 2014 and pre-production mining development expenditures incurred after 2013 and before 2016 that are eligible for transitional relief.

** Also include pre-production mining development expenditures incurred in 2015 if the expense is described in subparagraph (a)(ii) of the definition **pre-production mining expenditure** in subsection 127(9) of the Act because of paragraph (g.4) of the definition **Canadian exploration expense** in subsection 66.1(6) of the Act.

## Part 20 – Request for carryback of credit from pre-production mining expenditures

| | Year Month Day | | | |
|---|---|---|---|---|
| 1st previous tax year | | Credit to be applied | **921** | |
| 2nd previous tax year | | Credit to be applied | **922** | |
| 3rd previous tax year | | Credit to be applied | **923** | |

Total of lines 921 to 923
Enter at amount q in Part 19. I4

## Apprenticeship Job Creation

## Part 21 – Total current-year credit – ITC from apprenticeship job creation expenditures

If you are a related person as defined under subsection 251(2), has it been agreed in writing that you are the only employer who will be claiming the apprenticeship job creation tax credit for this tax year for each apprentice whose contract number (or social insurance number (SIN) or name) appears below? (If not, you cannot claim the tax credit.) . . . . . . . . . . . . . **611** 1 Yes ☐ 2 No ☐

For each apprentice in their first 24 months of the apprenticeship, enter the apprenticeship contract number registered with Canada, or a province or territory, under an apprenticeship program designed to certify or license individuals in the trade. For the province, the trade must be a Red Seal trade. If there is no contract number, enter the SIN or the name of the eligible apprentice.

| | A<br>Contract number<br>(SIN or name of apprentice)<br>**601** | B<br>Name of eligible trade<br>**602** | C<br>Eligible salary and wages*<br>**603** | D<br>Column C x 10 %<br>**604** | E<br>Lesser of column D or $ 2,000<br>**605** |
|---|---|---|---|---|---|
| 1. | [redacted] | Lineworker | 52,782 | 5,278 | 2,000 |
| 2. | [redacted] | Lineworker | 23,346 | 2,335 | 2,000 |

| | A<br>Contract number<br>(SIN or name of apprentice)<br>**601** | B<br>Name of eligible trade<br>**602** | C<br>Eligible salary and wages*<br>**603** | D<br>Column C x 10 %<br>**604** | E<br>Lesser of column D or $ 2,000<br>**605** | |
|---|---|---|---|---|---|---|
| 3. | [redacted] | Lineworker | 53,043 | 5,304 | 2,000 | |
| 4. | [redacted] | Lineworker | 38,529 | 3,853 | 2,000 | |
| | | | Total current-year credit (total of column E) Enter on line 640 in Part 22. | | 8,000 | A5 |

* Other than qualified expenditure incurred, and net of any other government or non-government assistance received or to be received. **Eligible salary and wages**, and **qualified expenditures** are defined under subsection 127(9).

## Part 22 – Current-year credit and account balances – ITC from apprenticeship job creation expenditures

| | | | | |
|---|---|---|---|---|
| ITC at the end of the previous tax year | | | | B5 |
| Credit deemed as a remittance of co-op corporations | **612** | | | |
| Credit expired after 20 tax years | **615** | | | |
| Subtotal (line 612 **plus** line 615) | | | | C5 |
| ITC at the beginning of the tax year (amount B5 **minus** amount C5) | | | **625** | |
| Credit transferred on an amalgamation or the wind-up of a subsidiary | **630** | | | |
| ITC from repayment of assistance | **635** | | | |
| Total current-year credit (amount A5 in Part 21) | **640** | 8,000 | | |
| Credit allocated from a partnership | **655** | | | |
| Subtotal (total of lines 630 to 655) | | 8,000 | 8,000 | D5 |
| Total credit available (line 625 **plus** amount D5) | | | 8,000 | E5 |
| Credit deducted from Part I tax | **660** | 8,000 | | |
| Credit carried back to previous years (amount G5 in Part 23) | | r | | |
| Subtotal (line 660 **plus** amount r) | | 8,000 | 8,000 | F5 |
| **ITC closing balance from apprenticeship job creation expenditures** (amount E5 **minus** amount F5) | | | **690** | |

## Part 23 – Request for carryback of credit from apprenticeship job creation expenditures

| | Year | Month | Day | | | | |
|---|---|---|---|---|---|---|---|
| 1st previous tax year | | | | Credit to be applied | **931** | | |
| 2nd previous tax year | | | | Credit to be applied | **932** | | |
| 3rd previous tax year | | | | Credit to be applied | **933** | | |
| | | | | Total of lines 931 to 933 Enter at amount r in Part 22. | | | G5 |

# Child Care Spaces

## Part 24 – Eligible child care spaces expenditures

Enter the eligible expenditures that you incurred after March 18, 2007 and before March 22, 2017***** to create licensed child care spaces for the children of the employees and, potentially, for other children. You cannot be carrying on a child care services business. The eligible expenditures include:

- the cost of depreciable property (other than specified property); and
- the specified child care start-up expenditures.

Properties should be acquired and expenditures should be incurred only to create new child care spaces at a licensed child care facility.

### Cost of depreciable property from the current tax year

| | Capital cost allowance class number **665** | Description of investment **675** | Date available for use **685** | Amount of investment **695** |
|---|---|---|---|---|
| 1. | | | | |

Total cost of depreciable property from the current tax year (total of column 695) **715** ____________

Specified child care start-up expenditures from the current tax year . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **705** ____________

Total gross eligible expenditures for child care spaces (line 715 **plus** line 705) . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . ____________ A6

Total of all assistance (including grants, subsidies, rebates, and forgivable loans) or reimbursements that the corporation has received or is entitled to receive in respect of the amounts referred to in amount A6 . . . . . . . . . . . . . . . **725** ____________

Excess (amount A6 **minus** line 725) (if negative, enter "0") . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . ____________ B6

Repayments by the corporation of government and non-government assistance . . . . . . . . . . . . . . . . . . . . . . . . . . . **735** ____________

**Total eligible expenditures for child care spaces** (amount B6 **plus** line 735) . . . . . . . . . . . . . . . . . . . . . . . . . . . **745** ____________

* If you entered into a written agreement before March 22, 2017, eligible expenditures incurred before 2020 will remain eligible for the credit.

## Part 25 – Current-year credit – ITC from child care spaces expenditures

The credit is equal to 25% of eligible child care spaces expenditures incurred to a maximum of $10,000 per child care space created in a licensed child care facility.

Eligible expenditures (from line 745 in Part 24) . . . . . . . . . . . . . . . . . . . . . . . ____________ x 25 % = ____________ C6

Number of child care spaces . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **755** ____________ x $ 10,000 = ____________ D6

**ITC from child care spaces expenditures** (amount C6 or D6, whichever is less) . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . ____________ E6

## Part 26 – Current-year credit and account balances – ITC from child care spaces expenditures

ITC at the end of the previous tax year . . . . . . F6

Credit deemed as a remittance of co-op corporations . . . . . . **765**

Credit expired after 20 tax years . . . . . . **770**

Subtotal (line 765 **plus** line 770) ► G6

ITC at the beginning of the tax year (amount F6 **minus** amount G6) . . . . . . **775**

Credit transferred on an amalgamation or the wind-up of a subsidiary . . . . . . **777**

Total current-year credit (amount E6 in Part 25) . . . . . . **780**

Credit allocated from a partnership . . . . . . **782**

Subtotal (total of lines 777 to 782) ► H6

Total credit available (line 775 **plus** amount H6) . . . . . . I6

Credit deducted from Part I tax . . . . . . **785**

Credit carried back to previous years (amount K6 in Part 27) . . . . . . s

Subtotal (line 785 **plus** amount s) ► J6

**ITC closing balance from child care spaces expenditures** (amount I6 **minus** amount J6) . . . . . . **790**

## Part 27 – Request for carryback of credit from child care space expenditures

| | Year Month Day | | | |
|---|---|---|---|---|
| 1st previous tax year | 2018-12-31 | Credit to be applied | **941** | |
| 2nd previous tax year | 2017-12-31 | Credit to be applied | **942** | |
| 3rd previous tax year | 2016-12-31 | Credit to be applied | **943** | |

Total of lines 941 to 943
Enter at amount s in Part 26. K6

# Recapture – Child Care Spaces

## Part 28 – Recapture of ITC for corporations and partnerships – Child care spaces

The ITC will be recovered against the taxpayer's tax otherwise payable under Part I of the Act if, at any time within 60 months of the day on which the taxpayer acquired the property:

- the new child care space is no longer available; or
- property that was an eligible expenditure for the child care space is:
  - disposed of or leased to a lessee; or
  - converted to another use.

| | | | |
|---|---|---|---|
| If the property disposed of is a child care space, the amount that can reasonably be considered to have been included in the original ITC (paragraph 127(27.12)(a)) | **792** | | |
| In the case of eligible expenditures (paragraph 127(27.12)(b)), the lesser of: | | | |
| The amount that can reasonably be considered to have been included in the original ITC | **795** | | |
| 25% of either the proceeds of disposition (if sold in an arm's length transaction) or the fair market value (in any other case) of the property | **797** | | |
| Amount from line 795 or line 797, whichever is less | | | A7 |

**Partnerships**

As a member of the partnership, you will report your share of the child care spaces ITC of the partnership after the child care spaces ITC has been reduced by the amount of the recapture. If this amount is a positive amount, you will report it on line 782 in Part 26. However, if the partnership does not have enough ITC otherwise available to offset the recapture, then the amount by which reductions to ITC exceed additions (the excess) will be determined and reported on line 799 below.

| | | | |
|---|---|---|---|
| **Corporate partner's share of the excess of ITC** | **799** | | |
| **Total recapture of child care spaces investment tax credit** (total of line 792, amount A7, and line 799) | | | B7 |

Enter at amount B8 in Part 29.

# Summary of Investment Tax Credits

## Part 29 – Total recapture of investment tax credit

| | | |
|---|---|---|
| Recaptured SR&ED ITC (amount F3 in Part 17) | | A8 |
| Recaptured child care spaces ITC (amount B7 in Part 28) | | B8 |
| **Total recapture of investment tax credit** (amount A8 **plus** amount B8) | | C8 |

Enter on line 602 of the T2 return.

## Part 30 – Total ITC deducted from Part I tax

| | | |
|---|---|---|
| ITC from investments in qualified property deducted from Part I tax (line 260 in Part 5) | | D8 |
| ITC from SR&ED expenditures deducted from Part I tax (line 560 in Part 12) | | E8 |
| ITC from pre-production mining expenditures deducted from Part I tax (line 885 in Part 19) | | F8 |
| ITC from apprenticeship job creation expenditures deducted from Part I tax (line 660 in Part 22) | 8,000 | G8 |
| ITC from child care space expenditures deducted from Part I tax (line 785 in Part 26) | | H8 |
| **Total ITC deducted from Part I tax** (total of amounts D8 to H8) | 8,000 | I8 |

Enter on line 652 of the T2 return.

# Attached Schedule with Total

C – Eligible salary and wages

Title C – Eligible salary and wages

| Description | Operator (Note) | Amount | |
|---|---|---|---|
| Eligible wages | | 41,132 | 11 |
| Less: Amount claimed under OATC | - | 2,602 | 74 |
| | + | | |
| | **Total** | 38,529 | 37 |

**Note**: The calculations are performed one at a time, from the first to the last line, and not according to the priority rules of the operations. For example, the formula 1+2*3 will not result in the same thing as the formula 1+3*2.

# Summary of Investment Tax Credit Carryovers

## Continuity of investment tax credit carryovers

CCA class number 97 Apprenticeship job creation ITC

**Current year**

| Addition current year (A) | Applied current year (B) | Claimed as a refund (C) | Carried back (D) | ITC end of year (A-B-C-D) |
|---|---|---|---|---|
| 8,000 | 8,000 | | | |

**Prior years**

| Taxation year | ITC beginning of year (E) | Adjustments (F) | Applied current year (G) | ITC end of year (E-F-G) |
|---|---|---|---|---|
| 2018-12-31 | | | | |
| 2017-12-31 | | | | |
| 2016-12-31 | | | | |
| 2015-12-31 | | | | |
| 2014-12-31 | | | | |
| 2013-12-31 | | | | |
| 2012-12-31 | | | | |
| 2011-12-31 | | | | |
| 2010-12-31 | | | | |
| 2009-12-31 | | | | * |
| 2008-12-31 | | | | |
| 2007-12-31 | | | | |
| 2006-12-31 | | | | |
| 2005-12-31 | | | | |
| 2004-12-31 | | | | |
| 2003-12-31 | | | | |
| 2002-12-31 | | | | |
| 2001-12-31 | | | | |
| 2000-12-31 | | | | |
| | | | | * |
| **Total** | | | | |

B+C+D+G **Total ITC utilized** 8,000

* The **ITC end of year** includes the amount of ITC expired from the 10th preceding year if it is before January 1, 1998, or the amount of ITC expired from the 20th preceding year if it is after December 31, 1997. Note that this credit expires at the end of the tax year and any expired credit will be posted to line 215, 515, 615, 770 or 845, as applicable, in Schedule 31 the following year.

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**Schedule 33**

# Taxable Capital Employed in Canada – Large Corporations

| Corporation's name | Business number | Tax year-end<br>Year Month Day |
|---|---|---|
| Waterloo North Hydro Inc. | 86584 4575 RC0001 | 2019-12-31 |

- Use this schedule in determining if the total taxable capital employed in Canada of the corporation (other than a financial institution or an insurance corporation) and its related corporations is greater than $10,000,000.
- If the total taxable capital employed in Canada of the corporation and its related corporations is greater than $10,000,000, file a completed Schedule 33 with your T2 *Corporation Income Tax Return* no later than six months from the end of the tax year.
- Unless otherwise noted, all legislative references are to the *Income Tax Act* and the *Income Tax Regulations*.
- Subsection 181(1) defines the terms **financial institution**, **long-term debt**, and **reserves**.
- Subsection 181(3) provides the basis to determine the carrying value of a corporation's assets or any other amount under Part I.3 for its capital, investment allowance, taxable capital, or taxable capital employed in Canada, or for a partnership in which it has an interest.
- If the corporation was a non-resident of Canada throughout the year and carried on a business through a permanent establishment in Canada, go to Part 4, **Taxable capital employed in Canada**.

## Part 1 – Capital

**Add** the following year-end amounts:

| | | | | |
|---|---|---|---|---|
| Reserves that have not been deducted in calculating income for the year under Part I | 101 | 4,363,540 | | |
| Capital stock (or members' contributions if incorporated without share capital) | 103 | 26,887,104 | | |
| Retained earnings | 104 | 75,575,289 | | |
| Contributed surplus | 105 | | | |
| Any other surpluses | 106 | | | |
| Deferred unrealized foreign exchange gains | 107 | | | |
| All loans and advances to the corporation | 108 | 119,099,093 | | |
| All indebtedness of the corporation represented by bonds, debentures, notes, mortgages, hypothecary claims, bankers' acceptances, or similar obligations | 109 | | | |
| Any dividends declared but not paid by the corporation before the end of the year | 110 | | | |
| All other indebtedness of the corporation (other than any indebtedness for a lease) that has been outstanding for more than 365 days before the end of the year | 111 | | | |
| The total of all amounts, each of which is the amount, if any, in respect of a partnership in which the corporation held a membership interest at the end of the year, either directly or indirectly through another partnership (see note below) | 112 | | | |
| Subtotal (**add** lines 101 to 112) | | 225,925,026 ▶ | 225,925,026 | A |

**Note:**

Line 112 is determined by the formula (A – B) x C/D (as per paragraph 181.2(3)(g)) where:

A is the total of all amounts that would be determined for lines 101, 107, 108, 109, and 111 in respect of the partnership for its last fiscal period that ends at or before the end of the year if
- a) those lines applied to partnerships in the same manner that they apply to corporations, and
- b) those amounts were computed without reference to amounts owing by the partnership
  - (i) to any corporation that held a membership interest in the partnership either directly or indirectly through another partnership, or
  - (ii) to any partnership in which a corporation described in subparagraph (i) held a membership interest either directly or indirectly through another partnership.

B is the partnership's deferred unrealized foreign exchange losses at the end of the period,

C is the share of the partnership's income or loss for the period to which the corporation is entitled either directly or indirectly through another partnership, and

D is the partnership's income or loss for the period.

## Part 1 – Capital (continued)

| | | | | |
|---|---|---|---|---|
| Subtotal A (from page 1) | | | 225,925,026 | A |
| **Deduct** the following amounts: | | | | |
| Deferred tax debit balance at the end of the year | 121 | 12,038,561 | | |
| Any deficit deducted in calculating its shareholders' equity (including, for this purpose, the amount of any provision for the redemption of preferred shares) at the end of the year | 122 | | | |
| To the extent that the amount may reasonably be regarded as being included in any of lines 101 to 112 above for the year, any amount deducted under subsection 135(1) in calculating income under Part I for the year. | 123 | | | |
| Deferred unrealized foreign exchange losses at the end of the year | 124 | | | |
| Subtotal (**add** lines 121 to 124) | | 12,038,561 ▶ | 12,038,561 | B |
| **Capital for the year** (amount A **minus** amount B) (if negative, enter "0") | 190 | | 213,886,465 | |

## Part 2 – Investment allowance

**Add** the carrying value at the end of the year of the following assets of the corporation:

| | | |
|---|---|---|
| A share of another corporation | 401 | |
| A loan or advance to another corporation (other than a financial institution) | 402 | 296,937 |
| A bond, debenture, note, mortgage, hypothecary claim, or similar obligation of another corporation (other than a financial institution) | 403 | |
| Long-term debt of a financial institution | 404 | |
| A dividend payable on a share of the capital stock of another corporation | 405 | |
| A loan or advance to, or a bond, debenture, note, mortgage, hypothecary claim or similar obligation of, a partnership each member of which was, throughout the year, another corporation (other than a financial institution) that was not exempt from tax under this Part (otherwise than because of paragraph 181.1(3)(d)), or another partnership described in paragraph 181.2(4)(d.1) | 406 | |
| An interest in a partnership (see note 2 below) | 407 | |
| **Investment allowance for the year** (add lines 401 to 407) | 490 | 296,937 |

**Notes:**

1. Lines 401 to 405 should not include the carrying value of a share of the capital stock of, a dividend payable by, or indebtedness of a corporation that is exempt from tax under Part I.3 (other than a non-resident corporation that at no time in the year carried on business in Canada through a permanent establishment).
2. Where the corporation has an interest in a partnership held either directly or indirectly through another partnership, refer to subsection 181.2(5) for additional rules regarding the carrying value of an interest in a partnership.
3. Where a trust is used as a conduit for loaning money from a corporation to another related corporation (other than a financial institution), the loan will be considered to have been made directly from the lending corporation to the borrowing corporation. Refer to subsection 181.2(6) for special rules that may apply.

## Part 3 – Taxable capital

| | | | |
|---|---|---|---|
| Capital for the year (line 190) | | 213,886,465 | C |
| **Deduct:** Investment allowance for the year (line 490) | | 296,937 | D |
| **Taxable capital for the year** (amount C **minus** amount D) (if negative, enter "0") | 500 | 213,589,528 | |

## Part 4 – Taxable capital employed in Canada

**To be completed by a corporation that was resident in Canada at any time in the year**

Taxable capital for the year (line 500) 213,589,528 x Taxable income earned in Canada **610** 446,762 / Taxable income 446,762 = **Taxable capital employed in Canada** **690** 213,589,528

**Notes:**
1. Regulation 8601 gives details on calculating the amount of taxable income earned in Canada.
2. Where a corporation's taxable income for a tax year is "0," it shall, for the purposes of the above calculation, be deemed to have a taxable income for that year of $1,000.
3. In the case of an airline corporation, Regulation 8601 should be considered when completing the above calculation.

**To be completed by a corporation that was a non-resident of Canada throughout the year and carried on a business through a permanent establishment in Canada**

Total of all amounts each of which is the carrying value at the end of the year of an asset of the corporation used in the year or held in the year, in the course of carrying on any business during the year through a permanent establishment in Canada . . . . **701** ______

**Deduct** the following amounts:

Corporation's indebtedness at the end of the year [other than indebtedness described in any of paragraphs 181.2(3)(c) to (f)] that may reasonably be regarded as relating to a business it carried on during the year through a permanent establishment in Canada . . . . . . . . . . . . . . . . . . . . **711** ______

Total of all amounts each of which is the carrying value at the end of year of an asset described in subsection 181.2(4) of the corporation that it used in the year, or held in the year, in the course of carrying on any business during the year through a permanent establishment in Canada . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **712** ______

Total of all amounts each of which is the carrying value at the end of year of an asset of the corporation that is a ship or aircraft the corporation operated in international traffic, or personal or movable property used or held by the corporation in carrying on any business during the year through a permanent establishment in Canada (see note below) . . . . . . . . . . . **713** ______

Total deductions (**add** lines 711, 712, and 713) ______ ► ______ E

**Taxable capital employed in Canada** (line 701 **minus** amount E) (if negative, enter "0") . . . . . . . . . . . . . . . . . . . . . . . . **790** ______

**Note:** Complete line 713 only if the country in which the corporation is resident did not impose a capital tax for the year on similar assets, or a tax for the year on the income from the operation of a ship or aircraft in international traffic, of any corporation resident in Canada during the year.

## Part 5 – Calculation for purposes of the small business deduction

**This part is applicable to corporations that are not associated in the current year, but were associated in the prior year.**

Taxable capital employed in Canada (amount from line 690) . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . ______ F

**Deduct:** . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . 10,000,000 G

Excess (amount F **minus** amount G) (if negative, enter "0") ______ H

**Calculation for purposes of the small business deduction** (amount H x 0.225%) . . . . . . . . . . . . . . . . . . . . . . . . . . . . ______ I

Enter this amount at line 415 of the T2 return.

# Attached Schedule with Total

Part 1 – All loans and advances to the corporation

Title Part 1 – All loans and advances to the corporation

| Description | Operator (Note) | Amount | |
|---|---|---|---|
| NOTE PAYABLE TO SHAREHOLDER | | 33,513,211 | 00 |
| CUSTOMER DEPOSITS - LONG TERM | + | 4,026,940 | 00 |
| CUSTOMER DEPOSITS - SHORT TERM | + | 2,816,795 | 00 |
| CURRENT PORTION OF LT DEBT | + | 6,264,000 | 00 |
| LONG-TERM DEBT | + | 72,478,147 | 00 |
| | + | | |
| | + | | |
| | **Total** | 119,099,093 | 00 |

**Note**: The calculations are performed one at a time, from the first to the last line, and not according to the priority rules of the operations. For example, the formula 1+2*3 will not result in the same thing as the formula 1+3*2.

# Attached Schedule with Total

Part 2 – A loan or advance to another corporation (other than a financial institution)

Title Part 2 – A loan or advance to another corporation (other than a financial in

| Description | Operator (Note) | Amount |
|---|---|---|
| Prepaid Expenses | | 296,937 00 |
| | + | |
| | + | |
| | **Total** | 296,937 00 |

**Note**: The calculations are performed one at a time, from the first to the last line, and not according to the priority rules of the operations. For example, the formula 1+2*3 will not result in the same thing as the formula 1+3*2.

# Attached Schedule with Total

Part 1 – Reserves that have not been deducted in calculating income for the year under Part I

Title Part 1 – Reserves that have not been deducted in computing income for th

| Description | Operator (Note) | Amount |
|---|---|---|
| Schedule 13 Reserves | | 4,363,540 00 |
| | + | |
| | **Total** | 4,363,540 00 |

**Note**: The calculations are performed one at a time, from the first to the last line, and not according to the priority rules of the operations. For example, the formula 1+2*3 will not result in the same thing as the formula 1+3*2.

# Attached Schedule with Total

Part 1 – Deferred tax debit balance at the end of the year

Title Part 1 – Deferred tax debit balance at the end of the year

| Description | Operator (Note) | Amount | |
|---|---|---|---|
| Deferred tax debit in regulatory assets | | 12,038,561 | 00 |
| | + | | |
| | **Total** | 12,038,561 | 00 |

**Note**: The calculations are performed one at a time, from the first to the last line, and not according to the priority rules of the operations. For example, the formula 1+2*3 will not result in the same thing as the formula 1+3*2.

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**Schedule 50**

# Shareholder Information

| Corporation's name | Business number | Tax year-end<br>Year Month Day |
|---|---|---|
| Waterloo North Hydro Inc. | 86584 4575 RC0001 | 2019-12-31 |

- All private corporations must complete this schedule for any shareholder who holds 10% or more of the corporation's common and/or preferred shares.
- Provide only one number per shareholder (business number, social insurance number or trust number).

| | Name of shareholder (after name, indicate in brackets if the shareholder is a corporation, partnership, individual, or trust) 100 | Business number (If a corporation is not registered, enter "NR") 200 | Social insurance number 300 | Trust number 350 | Percentage common shares 400 | Percentage preferred shares 500 |
|---|---|---|---|---|---|---|
| 1 | Waterloo North Hydro Holding Corporation | 87502 6924 RC0001 | | | 100.000 | |
| 2 | | | | | | |
| 3 | | | | | | |
| 4 | | | | | | |
| 5 | | | | | | |
| 6 | | | | | | |
| 7 | | | | | | |
| 8 | | | | | | |
| 9 | | | | | | |
| 10 | | | | | | |

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**Schedule 53**

# General Rate Income Pool (GRIP) Calculation

| Corporation's name | Business number | Tax year-end<br>Year Month Day |
|---|---|---|
| Waterloo North Hydro Inc. | 86584 4575 RC0001 | 2019-12-31 |

On: 2019-12-31

- If you are a Canadian-controlled private corporation (CCPC) or a deposit insurance corporation (DIC), use this schedule to determine the general rate income pool (GRIP).
- Credit unions are **not** required to complete this schedule.
- All legislative references are to the Income Tax Act and the Income Tax Regulations.
- When an eligible dividend was paid in the tax year or there was a change in the GRIP balance, file a completed copy of this schedule with your T2 Corporation Income Tax Return. Do not send your worksheets with your return, but keep them in your records in case we ask to see them later.
- Subsection 89(1) defines the terms **eligible dividend**, **excessive eligible dividend designation**, **general rate income pool**, and **low rate income pool**.

## Eligibility for the various additions

Answer the following questions to determine the corporation's eligibility for the various additions:

**2006 addition**

1. Is this the corporation's first taxation year that includes January 1, 2006? ☐ Yes ☒ No
2. If not, what is the date of the taxation year end of the corporation's first year that includes January 1, 2006? Enter the date and go directly to question 4 2006-12-31
3. During that first year, was the corporation a CCPC or would it have been a CCPC if not for the election of subsection 89(11) ITA? ☒ Yes ☐ No
   **If the answer to question 3 is yes, complete Part "GRIP addition for 2006".**

**Change in the type of corporation**

4. Was the corporation a CCPC during its preceding taxation year? ☒ Yes ☐ No
5. Corporations that become a CCPC or a DIC ☐ Yes ☒ No
   **If the answer to question 5 is yes, complete Part 4.**

**Amalgamation (first year of filing after amalgamation)**

6. Corporations that were formed as a result of an amalgamation ☐ Yes ☒ No
   **If the answer to question 6 is yes, answer questions 7 and 8. If the answer is no, go to question 9.**
7. Was one or more of the predecessor corporations neither a CCPC nor a DIC? ☐ Yes ☐ No
   **If the answer to question 7 is yes, complete Part 4.**
8. Was one or more of the predecessor corporation a CCPC or a DIC during the taxation year that ended immediately before amalgamation? ☐ Yes ☐ No
   **If the answer to question 8 is yes, complete Part 3.**

**Winding-up**

9. Has the corporation wound-up a subsidiary in the preceding taxation year? ☐ Yes ☒ No
   **If the answer to question 9 is yes, answer questions 10 and 11. If the answer is no, go to Part 1.**
10. Was the subsidiary neither a CCPC nor a DIC during its last taxation year? ☐ Yes ☐ No
    **If the answer to question 10 is yes, complete Part 4.**
11. Was the subsidiary a CCPC or a DIC during its last taxation year? ☐ Yes ☐ No
    **If the answer to question 11 is yes, complete Part 3.**

## Part 1 – General rate income pool (GRIP)

| | | | | | | | |
|---|---|---|---|---|---|---|---|
| GRIP at the end of the previous tax year | | | | | 100 | 1,589,525 | |
| Taxable income for the year (DICs enter "0") * | | | 110 | 446,762 | | | |
| Amount on line 400, 405, 410, and 427 or 428** of the T2 return, whichever is the least * | 130 | | | | | | |
| For a CCPC, the lesser of aggregate investment income (line 440 of the T2 return) and taxable income * | 140 | | | | | | |
| Subtotal (line 130 **plus** line 140) | | | ▶ | | | | A |
| Income taxable at the general corporate rate (line 110 **minus** amount A) (if negative enter "0") | | | 150 | 446,762 | | | |
| After-tax income (line 150 **multiplied** by 0.72 (the general rate factor for the tax year)) | | | | | 190 | 321,669 | |
| Eligible dividends received in the tax year | | | 200 | | | | |
| Dividends deductible under section 113 received in the tax year | | | 210 | | | | |
| Subtotal (line 200 **plus** line 210) | | | | | ▶ | | B |
| Becoming a CCPC (amount W5 in Part 4) | | | 220 | | | | |
| Post-amalgamation (total of amounts E4 in Part 3 and amounts W5 in Part 4) | | | 230 | | | | |
| Post-wind-up (total of amounts E4 in Part 3 and amounts W5 in Part 4) | | | 240 | | | | |
| Subtotal (**add** lines 220, 230, and 240) | | | 290 | | ▶ | | |
| Subtotal (**add** lines 100, 190, 290, and amount B) | | | | | | 1,911,194 | C |
| Eligible dividends paid in the previous tax year | | | 300 | | | | |
| Excessive eligible dividend designations made in the previous tax year | | | 310 | | | | |
| (If becoming a CCPC (subsection 89(4) applies), enter "0" on lines 300 and 310.) | | | | | | | |
| Subtotal (line 300 **minus** line 310) | | | | | ▶ | | D |
| GRIP before adjustment for specified future tax consequences (amount C **minus** amount D) (amount can be negative) | | | | | 490 | 1,911,194 | |
| Total GRIP adjustment for specified future tax consequences to previous tax years (amount L3 in Part 2) | | | | | 560 | | |
| **GRIP at the end of the tax year** (line 490 **minus** line 560)<br>Enter this amount on line 160 of Schedule 55. | | | | | 590 | 1,911,194 | |

* For lines 110, 130, and 140, the income amount is the amount before considering specified future tax consequences. This phrase is defined in subsection 248(1). It includes the deduction of a loss carryback from subsequent tax years, a reduction of Canadian exploration expenses and Canadian development expenses that were renounced in subsequent tax years (e.g., flow-through share renunciations), reversals of income inclusions where an option is exercised in subsequent tax years, and the effect of certain foreign tax credit adjustments.

** If your tax year starts before 2019, use line 427. If your tax year starts after 2018, use line 428.

## Part 2 – GRIP adjustment for specified future tax consequences to previous tax years

Complete this part if the corporation's taxable income of any of the previous three tax years took into account the specified future tax consequences defined in subsection 248(1) from the current tax year. Otherwise, enter "0" on line 560.

**First previous tax year** 2018-12-31

Taxable income before specified future tax consequences from the current tax year . . . . . . . . . . . . . . . . . . . . . . . . . 2,207,673 A1

**Enter the following amounts before specified future tax consequences from the current tax year:**

Amount on line 400, 405, 410, and 427 or 428** of the T2 return, whichever is the least . . . . . . . . . . . . ______ B1

Aggregate investment income (line 440 of the T2 return) . . . . . . . . . ______ C1

Subtotal (amount B1 **plus** amount C1) ______ ► ______ D1

Subtotal (amount A1 **minus** amount D1) (if negative, enter "0") 2,207,673 ► 2,207,673 E1

| Future tax consequences that occur for the current year<br>Amount carried back from the current year to a prior year | | | | | |
|---|---|---|---|---|---|
| **Non-capital loss carry-back (paragraph 111 (1)(a) ITA)** | **Capital loss carry-back** | **Restricted farm loss carry-back** | **Farm loss carry-back** | **Other** | **Total carrybacks** |
| | | | | | |

Taxable income after specified future tax consequences . . . . . . . . ______ F1

**Enter the following amounts after specified future tax consequences:**

Amount on line 400, 405, 410, and 427 or 428** of the T2 return, whichever is the least . . . . . . . . . . . . ______ G1

Aggregate investment income (line 440 of the T2 return) . . . . . . . . . ______ H1

Subtotal (amount G1 **plus** amount H1) ______ ► ______ I1

Subtotal (amount F1 **minus** amount I1) (if negative, enter "0") ______ ► ______ J1

Subtotal (amount E1 **minus** amount J1) (if negative, enter "0") ______ K1

**GRIP adjustment for specified future tax consequences to the first previous tax year**
(amount K1 **multiplied** by 0.72 ) . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **500** ______

## Part 2 – GRIP adjustment for specified future tax consequences to previous tax years (continued)

**Second previous tax year** 2017-12-31

Taxable income before specified future tax consequences from the current tax year . . . . . . . . . . . . . . . . . . . . . . . . . . . . . A2

**Enter the following amounts before specified future tax consequences from the current tax year:**

Amount on line 400, 405, 410, and 427 or 428** of the T2 return, whichever is the least . . . . . . . . . . . . B2

Aggregate investment income (line 440 of the T2 return) . . . . . . . . . C2

Subtotal (amount B2 **plus** amount C2) ► D2

Subtotal (amount A2 **minus** amount D2) (if negative, enter "0") ► E2

| Future tax consequences that occur for the current year<br>Amount carried back from the current year to a prior year | | | | | |
|---|---|---|---|---|---|
| **Non-capital loss carry-back (paragraph 111 (1)(a) ITA)** | **Capital loss carry-back** | **Restricted farm loss carry-back** | **Farm loss carry-back** | **Other** | **Total carrybacks** |
| | | | | | |

Taxable income after specified future tax consequences . . . . . . . . F2

**Enter the following amounts after specified future tax consequences:**

Amount on line 400, 405, 410, and 427 or 428** of the T2 return, whichever is the least . . . . . . . . . . . . G2

Aggregate investment income (line 440 of the T2 return) . . . . . . . . . H2

Subtotal (amount G2 **plus** amount H2) ► I2

Subtotal (amount F2 **minus** amount I2) (if negative, enter "0") ► J2

Subtotal (amount E2 **minus** amount J2) (if negative, enter "0") K2

**GRIP adjustment for specified future tax consequences to the second previous tax year**
(amount K2 **multiplied** by 0.72 ) . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **520**

** If your tax year starts before 2019, use line 427. If your tax year starts after 2018, use line 428.

## Part 2 – GRIP adjustment for specified future tax consequences to previous tax years (continued)

**Third previous tax year** 2016-12-31

Taxable income before specified future tax consequences from the current tax year . . . . . . . . . . . . . . . . . . . . . . . . . . . . . 2,301,140 A3

**Enter the following amounts before specified future tax consequences from the current tax year:**

Amount on line 400, 405, 410, and 427 or 428** of the T2 return, whichever is the least . . . . . . . . . . . . ______ B3

Aggregate investment income (line 440 of the T2 return) . . . . . . . . . ______ C3

Subtotal (amount B3 **plus** amount C3) ______ ▶ ______ D3

Subtotal (amount A3 **minus** amount D3) (if negative, enter "0") 2,301,140 ▶ 2,301,140 E3

| Future tax consequences that occur for the current year<br>Amount carried back from the current year to a prior year | | | | | |
|---|---|---|---|---|---|
| **Non-capital loss carry-back (paragraph 111 (1)(a) ITA)** | **Capital loss carry-back** | **Restricted farm loss carry-back** | **Farm loss carry-back** | **Other** | **Total carrybacks** |
| | | | | | |

Taxable income after specified future tax consequences . . . . . . . . ______ F3

**Enter the following amounts after specified future tax consequences:**

Amount on line 400, 405, 410, and 427 or 428** of the T2 return, whichever is the least . . . . . . . . . . . . ______ G3

Aggregate investment income (line 440 of the T2 return) . . . . . . . . . ______ H3

Subtotal (amount G3 **plus** amount H3) ______ ▶ ______ I3

Subtotal (amount F3 **minus** amount I3) (if negative, enter "0") ______ ▶ ______ J3

Subtotal (amount E3 **minus** amount J3) (if negative, enter "0") ______ K3

**GRIP adjustment for specified future tax consequences to the third previous tax year**
(amount K3 **multiplied by** 0.72 ) . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **540** ______

**Total GRIP adjustment for specified future tax consequences to previous tax years:**
(**add** lines 500, 520, and 540) (if negative, enter "0") . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . ______ L3

Enter amount L3 on line 560 in part 1.

** If your tax year starts before 2019, use line 427. If your tax year starts after 2018, use line 428.

## Part 3 – Worksheet to calculate the GRIP addition post-amalgamation or post-wind-up (predecessor or subsidiary was a CCPC or a DIC in its last tax year)

**nb. 1** Post amalgamation . . . ☐ Post wind-up . . . . . . ☐

Complete this part when there has been an amalgamation (within the meaning assigned by subsection 87(1)) or a wind-up (to which subsection 88(1) applies) and the predecessor or subsidiary corporation was a CCPC or a DIC in its last tax year. The last tax year for a predecessor corporation was its tax year that ended immediately before the amalgamation and for a subsidiary corporation was its tax year during which its assets were distributed to the parent on the wind-up.

Calculate the GRIP addition of a successor corporation following an amalgamation at the end of its first tax year.

Calculate the GRIP addition of a parent corporation upon wind-up at the end of the tax year that ends immediately after the tax year in which the parent has received the assets of the subsidiary.

In the calculation below, **corporation** means a predecessor or a subsidiary. Complete a separate worksheet for **each** predecessor and **each** subsidiary that was a CCPC or a DIC in its last tax year. Keep a copy of this calculation for your records, in case we ask to see it later.

Corporation's GRIP at the end of its last tax year . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . ______ A4

Eligible dividends paid by the corporation in its last tax year . . . . . . . . . . . . . . . . . . . . . . . ______ B4

Excessive eligible dividend designations made by the corporation in its last tax year . . . . . . . . . . ______ C4

Subtotal (amount B4 **minus** amount C4) ______ ► ______ D4

**GRIP addition post-amalgamation or post-wind-up** (predecessor or subsidiary was a CCPC or a DIC in its last tax year) (amount A4 **minus** amount D4) . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . ______ E4

After you complete this calculation for each predecessor and each subsidiary, calculate the total of all the E4 amounts. Enter this total amount on:

- line 230 for post-amalgamation; or
- line 240 for post-wind-up.

## Part 4 – Worksheet to calculate the GRIP addition post-amalgamation, post-wind-up (predecessor or subsidiary was not a CCPC or a DIC in its last tax year), or the corporation is becoming a CCPC

**nb. 1** Corporation becoming a CCPC . . . . . . ☐ Post amalgamation . . . . . . . . . . ☐ Post wind-up . . . . . . . . . . . . . ☐

Complete this part when there has been an amalgamation (within the meaning assigned by subsection 87(1)) or a wind-up (to which subsection 88(1) applies) and the predecessor or subsidiary was not a CCPC or a DIC in its last tax year.The last tax year for a predecessor corporation was its tax year that ended immediately before the amalgamation and for a subsidiary corporation was its tax year during which its assets were distributed to the parent on the wind-up.

Calculate the GRIP addition of a successor corporation following an amalgamation at the end of its first tax year.

Calculate the GRIP addition of a parent corporation upon wind-up at the end of the tax year that ends immediately after the tax year in which the parent has received the assets of the subsidiary.

In the calculation below, **corporation** means a predecessor or a subsidiary. Complete a separate worksheet for **each** predecessor and **each** subsidiary that was a CCPC or a DIC in its last year. Keep a copy of this calculation for your records, in case we ask to see it later.

Cost amount to the corporation of all property immediately before the end of its previous/last tax year . . . . . . . . . . . . . . . . . . . ______ A5

The corporation's money on hand immediately before the end of its previous/last tax year . . . . . . . . . . . . . . . . . . . . . . . . . . ______ B5

Total of subsection 111(1) losses that would have been deductible in calculating the corporation's taxable income for the previous/last tax year if the corporation had had unlimited income from each business carried on and each property held and had realized an unlimited amount of capital gains for the previous/last tax year:

Non-capital losses . . . . . . . . . . . . . . . . . . . . . . . . . . ______ C5

Net capital losses . . . . . . . . . . . . . . . . . . . . . . . . . . ______ D5

Farm losses . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . ______ E5

Restricted farm losses . . . . . . . . . . . . . . . . . . . . . . . ______ F5

Limited partnership losses . . . . . . . . . . . . . . . . . . . . ______ G5

Subtotal (**add** amounts C5 to G5) ______ ► ______ H5

Total of all amounts deducted under subsection 111(1) in calculating the corporation's taxable income for the previous/last tax year:

Non-capital losses . . . . . . . . . . . . . . . . . . . . . . . . . . ______ I5

Net capital losses . . . . . . . . . . . . . . . . . . . . . . . . . . ______ J5

Farm losses . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . ______ K5

Restricted farm losses . . . . . . . . . . . . . . . . . . . . . . . ______ L5

Limited partnership losses . . . . . . . . . . . . . . . . . . . . ______ M5

Subtotal (**add** amounts I5 to M5) ______ ► ______ N5

Unused and unexpired losses at the end of the corporation's previous/last tax year (amount H5 **minus** amount N5) ______ ► ______ O5

Subtotal (**add** amounts A5, B5, and O5) ______ P5

All the corporation's debts and other obligations to pay that were outstanding immediately before the end of its previous/last tax year . . . . . . . . . . . . . . . . . . . ______ Q5

Paid-up capital of all the corporation's issued and outstanding shares of capital stock immediately before the end of its previous/last tax year . . . . . . . . . . . . . . . . . ______ R5

All the corporation's reserves deducted in its previous/last tax year . . . . . . . . . . . . . . . . . . . . ______ S5

The corporation's capital dividend account immediately before the end of its previous/last tax year . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . ______ T5

The corporation's low rate income pool immediately before the end of its previous/last tax year . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . ______ U5

Subtotal (**add** amounts Q5 to U5) ______ ► ______ V5

**GRIP addition post-amalgamation or post-wind-up (predecessor or subsidiary was not a CCPC or a DIC in its last tax year), or the corporation is becoming a CCPC** (amount P5 **minus** amount V5) (if negative, enter "0") . . . . . . . . . . . . . . . . . . . . . ______ W5

After you complete this worksheet for each predecessor and each subsidiary, calculate the total of all the W5 amounts. Enter this total amount on:

- line 220 for a corporation becoming a CCPC;
- line 230 for post-amalgamation; or
- line 240 for post-wind-up.

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**Schedule 55**

# Part III.1 Tax on Excessive Eligible Dividend Designations

| Corporation's name | Business number | Tax year-end<br>Year Month Day |
|---|---|---|
| Waterloo North Hydro Inc. | 86584 4575 RC0001 | 2019-12-31 |

**Do not use this area**

- Every corporation resident in Canada that pays a taxable dividend (other than a capital gains dividend within the meaning assigned by subsection 130.1(4) or 131(1)) in the tax year must file this schedule.
- Canadian-controlled private corporations (CCPC) and deposit insurance corporations (DIC) must complete Part 1 of this schedule. All other corporations must complete Part 2.
- Every corporation that has paid an eligible dividend must also file Schedule 53, *General Rate Income Pool (GRIP) Calculation*, or Schedule 54, *Low Rate Income Pool (LRIP) Calculation*, whichever is applicable.
- File the completed schedules with your *T2 Corporation Income Tax Return* no later than six months from the end of the tax year.
- All legislative references are to the *Income Tax Act* and the *Income Tax Regulations*.
- Subsection 89(1) defines the terms eligible dividend, excessive eligible dividend designation, general rate income pool (GRIP), and low rate income pool (LRIP).
- The calculations in Part 1 and Part 2 do not apply if the excessive eligible dividend designation arises from the application of paragraph (c) of the definition of excessive eligible dividend designation in subsection 89(1). This paragraph applies when an eligible dividend is paid to artificially maintain or increase the GRIP or to artificially maintain or decrease the LRIP.

## Part 1 – Canadian-controlled private corporations and deposit insurance corporations

Taxable dividends paid in the tax year **not included** in Schedule 3 . . . . . . . . . . . . . . . . . . ______

Taxable dividends paid in the tax year **included** in Schedule 3 . . . . . . . . . . . . . . . . . . . . . 3,776,000

Total taxable dividends paid in the tax year . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **100** 3,776,000

Total eligible dividends paid in the tax year . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **150** ______ A

GRIP at the end of the tax year (line 590 on Schedule 53) (if negative, enter "0") . . . . . . . . . . . . . . . . . . . . . . . . . . **160** 1,911,194 B

Excessive eligible dividend designation (line 150 **minus** line 160) . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . ______ C

**Deduct**:

Excessive eligible dividend designations elected under subsection 185.1(2) to be treated as ordinary dividends * . . . . . . . . . **180** ______ D

Subtotal (amount C **minus** amount D) ______ E

**Part III.1 tax on excessive eligible dividend designations – CCPC or DIC** (amount E **multiplied** by 20 %) . . . . . **190** ______ F

Enter the amount from line 190 on line 710 of the T2 return.

## Part 2 – Other corporations

Taxable dividends paid in the tax year **not included** in Schedule 3 . . . . . . . . . . . . . . . . . . ______

Taxable dividends paid in the tax year **included** in Schedule 3 . . . . . . . . . . . . . . . . . . . . . ______

Total taxable dividends paid in the tax year . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **200** ______

Total excessive eligible dividend designations in the tax year (amount from line A of Schedule 54) . . . . . . . . . . . . . . . . . . . . . ______ G

**Deduct**:

Excessive eligible dividend designations elected under subsection 185.1(2) to be treated as ordinary dividends * . . . . . . . . . **280** ______ H

Subtotal (amount G **minus** amount H) ______ I

**Part III.1 tax on excessive eligible dividend designations – Other corporations** (amount I **multiplied** by 20 %) . **290** ______ J

Enter the amount from line 290 on line 710 of the T2 return.

* You can elect to treat all or part of your excessive eligible dividend designation as a separate taxable dividend in order to eliminate or reduce the Part III.1 tax otherwise payable. You must file the election on or before the day that is 90 days **after** the day the notice of assessment for Part III.1 tax was sent. We will accept an election before the assessment of the tax. For more information on how to make this election, go to **www.cra.gc.ca/eligibledividends**.

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**Schedule 500**

# Ontario Corporation Tax Calculation

| Corporation's name | Business number | Tax year-end<br>Year Month Day |
|---|---|---|
| Waterloo North Hydro Inc. | 86584 4575 RC0001 | 2019-12-31 |

- Use this schedule if your corporation had a permanent establishment, under section 400 of the federal Income Tax Regulations, in Ontario at any time in the tax year and had Ontario taxable income in the year.
- Legislative references are to the federal Income Tax Act and Income Tax Regulations.
- This schedule is a worksheet only and is not required to be filed with your T2 Corporation Income Tax Return.

## Part 1 – Ontario basic income tax

Ontario taxable income Note 1 . . . . . . . . 446,762 1A

Ontario basic rate of tax for the year . . . . . . . . **11.5** % 1B

**Ontario basic income tax** (amount 1A **multiplied** by amount 1B) Note 2 . . . . . . . . 51,378 1C

Note 1 If your corporation had a permanent establishment only in Ontario, enter the amount from line 360 or amount Z, whichever applies, from page 3 of the T2 return. Otherwise, enter the taxable income allocated to Ontario from column F in Part 1 of Schedule 5.

Note 2 If your corporation had a permanent establishment in more than one jurisdiction, or is claiming an Ontario tax credit in addition to Ontario basic income tax, or Ontario corporate minimum tax or Ontario special additional tax on life insurance corporations payable, enter amount 1C on line 270 of Schedule 5, Tax Calculation Supplementary – Corporations. Otherwise, enter it on line 760 of the T2 return.

## Part 2 – Ontario small business deduction (OSBD)

Complete this part if your corporation claimed the federal small business deduction under subsection 125(1).

Line 400 of the T2 return . . . . . . . . 468,762 2A

Line 405 of the T2 return . . . . . . . . 446,762 2B

If your tax year starts before 2019, line 427 of the T2 return . . . . . . . . 2C

If your tax year starts after 2018

Line 410 of the T2 return . . . . . . . . 500,000 2D

Line 415 of the T2 return . . . . . . . . 477,191 2E

| Amount 2D | | Amount 2E | | |
|---|---|---|---|---|
| 500,000 | x | 477,191<br>11,250 | = | 21,208,489 2F |

Line 515 of the T2 return . . . . . . . . 2G

Subtotal (amount 2D **minus** amount 2F **minus** amount 2G) ▶ 2H

Amount 2A, 2B, and 2C or 2H, whichever is least . . . . . . . . ▶ 2I

Ontario domestic factor (ODF): Taxable income for Ontario Note 3 / Taxable income for all provinces Note 4 = 446,762.00 / 446,762 = . . . . . . 1.00000 2J

Amount 2I **multiplied** by amount 2J . . . . . . . . 2K

Ontario taxable income (amount 1A) . . . . . . . . 446,762 2L

Ontario small business income (amount 2K or 2L, whichever is least) . . . . . . . . ▶ 2M

## Part 2 – Ontario small business deduction (OSBD) (continued)

**Ontario small business deduction rate for the year**

| | | | | | | | |
|---|---|---|---|---|---|---|---|
| Number of days in the tax year before January 1, 2018 / Number of days in the tax year | / 365 | x | 7 % | = | % | 2N.1 | |
| Number of days in the tax year after December 31, 2017 and before January 1, 2020 / Number of days in the tax year | 365 / 365 | x | 8 % | = | 8.00000 % | 2N.2 | |
| Number of days in the tax year after December 31, 2019 / Number of days in the tax year | / 365 | x | 8.3 % | = | % | 2N.3 | |
| OSBD rate for the year (rate 2N.1 **plus** rate 2N.2 **plus** rate 2N.3) | | | | | 8.00000 % | ► | 8.00000 % 2N.4 |

**Ontario small business deduction** (amount 2M **multiplied** by rate 2N.4) . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . 2N

Enter amount 2N on line 402 of Schedule 5.

Note 3 Enter amount 1A.

Note 4 Includes the territories and the offshore jurisdictions for Nova Scotia and Newfoundland and Labrador.

## Part 3 – Ontario adjusted small business income

Complete this part if your corporation was a Canadian-controlled private corporation throughout the tax year and is claiming the Ontario tax credit for manufacturing and processing or the Ontario credit union tax reduction.

**Ontario adjusted small business income** (amount 1A or 2I, whichever is least) . . . . . . . . . . . . . . . . . . . . . . . . . . . . . 3A

Enter amount 3A at amount 4B in Part 4 of this schedule or at amount 2E in Part 2 of Schedule 502, Ontario Tax Credit for Manufacturing and Processing, whichever applies.

## Part 4 – Credit union tax reduction

Complete this part and Schedule 17, Credit Union Deductions, if the corporation was a credit union throughout the tax year.

| | | | |
|---|---|---|---|
| Amount 3C of Schedule 17 | | 4A | |
| Ontario adjusted small business income (amount 3A) | | 4B | |
| Subtotal (amount 4A **minus** amount 4B, if negative, enter "0") | | 4C | |
| Amount 4C **multiplied** by amount 2N.4 | | | 4D |
| Ontario domestic factor (amount 2J) | | | 1.00000 4E |
| **Ontario credit union tax reduction** (amount 4D **multiplied** by amount 4E) | | | 4F |

Enter amount 4F on line 410 of Schedule 5.

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**Schedule 510**

# Ontario Corporate Minimum Tax

| Corporation's name | Business number | Tax year-end<br>Year Month Day |
|---|---|---|
| Waterloo North Hydro Inc. | 86584 4575 RC0001 | 2019-12-31 |

- File this schedule if the corporation is subject to Ontario corporate minimum tax (CMT). CMT is levied under section 55 of the *Taxation Act, 2007* (Ontario), referred to as the "Ontario Act".
- Complete Part 1 to determine if the corporation is subject to CMT for the tax year.
- A corporation not subject to CMT in the tax year is still required to file this schedule if it is deducting a CMT credit, has a CMT credit carryforward, or has a CMT loss carryforward or a current year CMT loss.
- A corporation that has Ontario special additional tax on life insurance corporations (SAT) payable in the tax year must complete Part 4 of this schedule even if it is not subject to CMT for the tax year.
- A corporation is exempt from CMT if, throughout the tax year, it was one of the following:
  1) a corporation exempt from income tax under section 149 of the federal *Income Tax Act*;
  2) a mortgage investment corporation under subsection 130.1(6) of the federal Act;
  3) a deposit insurance corporation under subsection 137.1(5) of the federal Act;
  4) a congregation or business agency to which section 143 of the federal Act applies;
  5) an investment corporation as referred to in subsection 130(3) of the federal Act; or
  6) a mutual fund corporation under subsection 131(8) of the federal Act.
- File this schedule with the *T2 Corporation Income Tax Return*.

## Part 1 – Determination of CMT applicability

| | | |
|---|---|---|
| Total assets of the corporation at the end of the tax year * | **112** | 297,327,457 |
| Share of total assets from partnership(s) and joint venture(s) * | **114** | |
| Total assets of associated corporations (amount from line 450 on Schedule 511) | **116** | 83,707,864 |
| Total assets (total of lines 112 to 116) | | 381,035,321 |
| Total revenue of the corporation for the tax year ** | **142** | 211,467,776 |
| Share of total revenue from partnership(s) and joint venture(s) ** | **144** | |
| Total revenue of associated corporations (amount from line 550 on Schedule 511) | **146** | 101,960,331 |
| Total revenue (total of lines 142 to 146) | | 313,428,107 |

The corporation is subject to CMT if:
– for tax years ending before July 1, 2010, the total assets at the end of the year of the corporation or the associated group of corporations are more than $5,000,000, or the total revenue for the year of the corporation or the associated group of corporations is more than $10,000,000.
– for tax years ending after June 30, 2010, the total assets at the end of the year of the corporation or the associated group of corporations are equal to or more than $50,000,000, and the total revenue for the year of the corporation or the associated group of corporations is equal to or more than $100,000,000.
If the corporation is not subject to CMT, do not complete the remaining parts unless the corporation is deducting a CMT credit, or has a CMT credit carryforward, a CMT loss carryforward, a current year CMT loss, or SAT payable in the year.

* **Rules for total assets**
- Report total assets according to generally accepted accounting principles, adjusted so that consolidation and equity methods are not used.
- Do not include unrealized gains and losses on assets and foreign currency gains and losses on assets that are included in net income for accounting purposes but not in income for corporate income tax purposes.
- The amount on line 114 is determined at the end of the last fiscal period of the partnership or joint venture that ends in the tax year of the corporation. Add the proportionate share of the assets of the partnership(s) and joint venture(s), and deduct the recorded asset(s) for the investment in partnerships and joint ventures.
- A corporation's share in a partnership or joint venture is determined under paragraph 54(5)(b) of the Ontario Act and, if the partnership or joint venture had no income or loss, is calculated as if the partnership's or joint venture's income were $1 million. For a corporation with an indirect interest in a partnership or joint venture, determine the corporation's share according to paragraph 54(5)(c) of the Ontario Act.

** **Rules for total revenue**
- Report total revenue in accordance with generally accepted accounting principles, adjusted so that consolidation and equity methods are not used.
- If the tax year is less than 51 weeks, **multiply** the total revenue of the corporation or the partnership, whichever applies, by 365 and **divide** by the number of days in the tax year.
- The amount on line 144 is determined for the partnership or joint venture fiscal period that ends in the tax year of the corporation. If the partnership or joint venture has 2 or more fiscal periods ending in the filing corporation's tax year, **multiply** the sum of the total revenue for each of the fiscal periods by 365 and **divide** by the total number of days in all the fiscal periods.
- A corporation's share in a partnership or joint venture is determined under paragraph 54(5)(b) of the Ontario Act and, if the partnership or joint venture had no income or loss, is calculated as if the partnership's or joint venture's income were $1 million. For a corporation with an indirect interest in a partnership or joint venture, determine the corporation's share according to paragraph 54(5)(c) of the Ontario Act.

## Part 2 – Adjusted net income/loss for CMT purposes

| | | | | | |
|---|---|---|---|---|---|
| Net income/loss per financial statements * | | | **210** | 7,004,384 | |
| **Add** (to the extent reflected in income/loss): | | | | | |
| Provision for current income taxes/cost of current income taxes | **220** | | | | |
| Provision for deferred income taxes (debits)/cost of future income taxes | **222** | 1,567,722 | | | |
| Equity losses from corporations | **224** | | | | |
| Financial statement loss from partnerships and joint ventures | **226** | | | | |
| Dividends deducted on financial statements (subsection 57(2) of the Ontario Act), excluding dividends paid by credit unions under subsection 137(4.1) of the federal Act | **230** | | | | |
| **Other additions** (see note below): | | | | | |
| Share of adjusted net income of partnerships and joint ventures ** | **228** | | | | |
| Total patronage dividends received, not already included in net income/loss | **232** | | | | |
| **281** | **282** | | | | |
| **283** | **284** | | | | |
| Subtotal | | 1,567,722 ▶ | | 1,567,722 | A |
| **Deduct** (to the extent reflected in income/loss): | | | | | |
| Provision for recovery of current income taxes/benefit of current income taxes | **320** | 121,376 | | | |
| Provision for deferred income taxes (credits)/benefit of future income taxes | **322** | | | | |
| Equity income from corporations | **324** | | | | |
| Financial statement income from partnerships and joint ventures | **326** | | | | |
| Dividends deductible under section 112, section 113, or subsection 138(6) of the federal Act | **330** | | | | |
| Dividends not taxable under section 83 of the federal Act (from Schedule 3) | **332** | | | | |
| Gain on donation of listed security or ecological gift | **340** | | | | |
| Accounting gain on transfer of property to a corporation under section 85 or 85.1 of the federal Act *** | **342** | | | | |
| Accounting gain on transfer of property to/from a partnership under section 85 or 97 of the federal Act **** | **344** | | | | |
| Accounting gain on disposition of property under subsection 13(4), subsection 14(6), or section 44 of the federal Act ***** | **346** | | | | |
| Accounting gain on a windup under subsection 88(1) of the federal Act or an amalgamation under section 87 of the federal Act | **348** | | | | |
| **Other deductions** (see note below): | | | | | |
| Share of adjusted net loss of partnerships and joint ventures ** | **328** | | | | |
| Tax payable on dividends under subsection 191.1(1) of the federal Act **multiplied** by 3 | **334** | | | | |
| Interest deducted/deductible under paragraph 20(1)(c) or (d) of the federal Act, not already included in net income/loss | **336** | | | | |
| Patronage dividends paid (from Schedule 16) not already included in net income/loss | **338** | | | | |
| **381** Tax Recovery included in OCI | **382** | 395,875 | | | |
| **383** Tax Recovery included in Regulatory | **384** | 2,144,441 | | | |
| **385** | **386** | | | | |
| **387** | **388** | | | | |
| **389** | **390** | | | | |
| Subtotal | | 2,661,692 ▶ | | 2,661,692 | B |
| Adjusted net income/loss for CMT purposes (line 210 **plus** amount A **minus** amount B) | | | **490** | 5,910,414 | |

If the amount on line 490 is positive and the corporation is subject to CMT as determined in Part 1, enter the amount on line 515 in Part 3.

If the amount on line 490 is negative, enter the amount on line 760 in Part 7 (enter as a positive amount).

**Note**

In accordance with *Ontario Regulation 37/09*, when calculating net income for CMT purposes, accounting income should be adjusted to:

- exclude unrealized gains and losses due to mark-to-market changes or foreign currency changes on specified mark-to-market property (assets only);
- include realized gains and losses on the disposition of specified mark-to-market property not already included in the accounting income, if the property is not a capital property or is a capital property disposed in the year or in a previous tax year ended after March 22, 2007.

"Specified mark-to-market property" is defined in subsection 54(1) of the Ontario Act.

These rules also apply to partnerships. A corporate partner's share of a partnership's adjusted income flows through on a proportionate basis to the corporate partner.

* **Rules for net income/loss**

- Banks must report net income/loss as per the report accepted by the Superintendent of Financial Institutions under the federal *Bank Act*, adjusted so consolidation and equity methods are not used.

## Part 2 – Calculation of adjusted net income/loss for CMT purposes (continued)

- Life insurance corporations must report net income/loss as per the report accepted by the federal Superintendent of Financial Institutions or equivalent provincial insurance regulator, before SAT and adjusted so consolidation and equity methods are not used. If the life insurance corporation is resident in Canada and carries on business in and outside of Canada, **multiply** the net income/loss by the ratio of the Canadian reserve liabilities **divided** by the total reserve liability. The reserve liabilities are calculated in accordance with Regulation 2405(3) of the federal Act.
- Other corporations must report net income/loss in accordance with generally accepted accounting principles, except that consolidation and equity methods must not be used. When the equity method has been used for accounting purposes, equity losses and equity income are removed from book income/loss on lines 224 and 324 respectively.
- Corporations, other than insurance corporations, should report net income from line 9999 of the GIFI (Schedule 125) on line 210.

** The share of the adjusted net income of a partnership or joint venture is calculated as if the partnership or joint venture were a corporation and the tax year of the partnership or joint venture were its fiscal period. For a corporation with an indirect interest in a partnership through one or more partnerships, determine the corporation's share according to clause 54(5)(c) of the Ontario Act.

*** A joint election will be considered made under subsection 60(1) of the Ontario Act if there is an entry on line 342, and an election has been made for transfer of property to a corporation under subsection 85(1) of the federal Act.

**** A joint election will be considered made under subsection 60(2) of the Ontario Act if there is an entry on line 344, and an election has been made under subsection 85(2) or 97(2) of the federal Act.

***** A joint election will be considered made under subsection 61(1) of the Ontario Act if there is an entry on line 346, and an election has been made under subsection 13(4) or 14(6) and/or section 44 of the federal Act.

For more information on how to complete this part, see the *T2 Corporation – Income Tax Guide*.

## Part 3 – CMT payable

| | | | | |
|---|---|---|---|---|
| Adjusted net income for CMT purposes (line 490 in Part 2, if positive) | | 515 | 5,910,414 | |
| **Deduct:** | | | | |
| CMT loss available (amount R from Part 7) | | | | |
| **Minus:** Adjustment for an acquisition of control * | 518 | | | |
| Adjusted CMT loss available | | ▶ | | C |
| Net income subject to CMT calculation (if negative, enter "0") | | 520 | 5,910,414 | |

Amount from line 520 5,910,414 x Number of days in the tax year before July 1, 2010 / Number of days in the tax year 365 x 4 % = ______ 1

Amount from line 520 5,910,414 x Number of days in the tax year after June 30, 2010 365 / Number of days in the tax year 365 x 2.7 % = 159,581 2

Subtotal (amount 1 **plus** amount 2) 159,581 3

| | | | |
|---|---|---|---|
| Gross CMT: amount on line 3 above x OAF ** | 540 | 159,581 | |
| **Deduct:** | | | |
| Foreign tax credit for CMT purposes *** | 550 | | |
| CMT after foreign tax credit deduction (line 540 **minus** line 550) (if negative, enter "0") | | 159,581 | D |
| **Deduct:** | | | |
| Ontario corporate income tax payable before CMT credit (amount F6 from Schedule 5) | | 51,378 | |
| Net CMT payable (if negative, enter "0") | | 108,203 | E |

Enter amount E on line 278 of Schedule 5, *Tax Calculation Supplementary – Corporations*, and complete Part 4.

* Enter the portion of CMT loss available that exceeds the adjusted net income for the tax year from carrying on a business before the acquisition of control. See subsection 58(3) of the Ontario Act.

*** Enter "0" on line 550 for life insurance corporations as they are not eligible for this deduction. For all other corporations, enter the cumulative total of amount J for the province of Ontario from Part 9 of Schedule 21 on line 550.

** **Calculation of the Ontario allocation factor (OAF):**

If the provincial or territorial jurisdiction entered on line 750 of the T2 return is "Ontario," enter "1" on line F.

If the provincial or territorial jurisdiction entered on line 750 of the T2 return is "multiple," complete the following calculation, and enter the result on line F:

Ontario taxable income **** / Taxable income ***** ______ = ______

**Ontario allocation factor** 1.00000 F

**** Enter the amount allocated to Ontario from column F in Part 1 of Schedule 5. If the taxable income is nil, calculate the amount in column F as if the taxable income were $1,000.

***** Enter the taxable income amount from line 360 or amount Z of the T2 return, whichever applies. If the taxable income is nil, enter "1,000".

## Part 4 – Calculation of CMT credit carryforward

| | | | | | | |
|---|---|---|---|---|---|---|
| CMT credit carryforward at the end of the previous tax year * | | 35,496 | G | | | |
| **Deduct:** | | | | | | |
| CMT credit expired * | 600 | | | | | |
| CMT credit carryforward at the beginning of the current tax year * (see note below) | | 35,496 | ▶ | 620 | 35,496 | |
| **Add:** | | | | | | |
| CMT credit carryforward balances transferred on an amalgamation or the windup of a subsidiary (see note below) | | | | 650 | | |
| CMT credit available for the tax year (amount on line 620 **plus** amount on line 650) | | | | | 35,496 | H |
| **Deduct:** | | | | | | |
| CMT credit deducted in the current tax year (amount P from Part 5) | | | | | | I |
| Subtotal (amount H **minus** amount I) | | | | | 35,496 | J |
| **Add:** | | | | | | |
| Net CMT payable (amount E from Part 3) | | 108,203 | | | | |
| SAT payable (amount O from Part 6 of Schedule 512) | | | | | | |
| Subtotal | | 108,203 | ▶ | | 108,203 | K |
| CMT credit carryforward at the end of the tax year (amount J **plus** amount K) | | | | 670 | 143,699 | L |

* For the first harmonized T2 return filed with a tax year that includes days in 2009:
- do not enter an amount on line G or line 600;
- for line 620, enter the amount from line 2336 of Ontario CT23 Schedule 101, *Corporate Minimum Tax (CMT)*, for the last tax year that ended in 2008.

For other tax years, enter on line G the amount from line 670 of Schedule 510 from the previous tax year.

**Note:** If you entered an amount on line 620 or line 650, complete Part 6.

## Part 5 – Calculation of CMT credit deducted from Ontario corporate income tax payable

| | | | | | | |
|---|---|---|---|---|---|---|
| CMT credit available for the tax year (amount H from Part 4) | | | | | 35,496 | M |
| Ontario corporate income tax payable before CMT credit (amount F6 from Schedule 5) | | | 51,378 | 1 | | |
| For a corporation that is not a life insurance corporation: | | | | | | |
| CMT after foreign tax credit deduction (amount D from Part 3) | 159,581 | 2 | | | | |
| For a life insurance corporation: | | | | | | |
| Gross CMT (line 540 from Part 3) | | 3 | | | | |
| Gross SAT (line 460 from Part 6 of Schedule 512) | | 4 | | | | |
| The **greater** of amounts 3 and 4 | | 5 | | | | |
| **Deduct:** line 2 or line 5, whichever applies: | | | 159,581 | 6 | | |
| Subtotal (if negative, enter "0") | | | | ▶ | | N |
| Ontario corporate income tax payable before CMT credit (amount F6 from Schedule 5) | | | 51,378 | | | |
| **Deduct:** | | | | | | |
| Total refundable tax credits excluding Ontario qualifying environmental trust tax credit (amount J6 **minus** line 450 from Schedule 5) | | | 38,603 | | | |
| Subtotal (if negative, enter "0") | | | 12,775 | ▶ | 12,775 | O |
| CMT credit deducted in the current tax year (least of amounts M, N, and O) | | | | | | P |

Enter amount P on line 418 of Schedule 5 and on line I in Part 4 of this schedule.

Is the corporation claiming a CMT credit earned before an acquisition of control? **675** 1 Yes ☐ 2 No ☒

If you answered **yes** to the question at line 675, the CMT credit deducted in the current tax year may be restricted. For information on how the deduction may be restricted, see subsections 53(6) and (7) of the Ontario Act.

## Part 6 – Analysis of CMT credit available for carryforward by year of origin

Complete this part if:

- the tax year includes January 1, 2009; or
- the previous tax year-end is deemed to be December 31, 2008, under subsection 249(3) of the federal Act.

| Year of origin | CMT credit balance * |
|---|---|
| 10th previous tax year | **680** |
| 9th previous tax year | **681** |
| 8th previous tax year | **682** |
| 7th previous tax year | **683** |
| 6th previous tax year | **684** |
| 5th previous tax year | **685** |
| 4th previous tax year | **686** |
| 3rd previous tax year | **687** |
| 2nd previous tax year | **688** |
| 1st previous tax year | **689** |
| Total ** | |

* CMT credit that was earned (by the corporation, predecessors of the corporation, and subsidiaries wound up into the corporation) in each of the previous 10 tax years and has not been deducted.

** Must equal the total of the amounts entered on lines 620 and 650 in Part 4.

## Part 7 – Calculation of CMT loss carryforward

CMT loss carryforward at the end of the previous tax year * . . . . . . . . . . . . . . . . . . . . . . . . . ____________ Q

**Deduct:**

CMT loss expired * . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **700** ____________

CMT loss carryforward at the beginning of the tax year * (see note below) . . . . . . . . . . . . . . . . ____________ ► **720** ____________

**Add:**

CMT loss transferred on an amalgamation under section 87 of the federal Act ** (see note below) . . . . . . . . . . . . . . . . . **750** ____________

CMT loss available (line 720 **plus** line 750) . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . ____________ R

**Deduct:**

CMT loss deducted against adjusted net income for the tax year (lesser of line 490 (if positive) and line C in Part 3) . . . . . . . . . . ____________

Subtotal (if negative, enter "0") ____________ S

**Add:**

Adjusted net loss for CMT purposes (amount from line 490 in Part 2, if **negative**) (enter as a positive amount) . . . . . . . . . . **760** ____________

CMT loss carryforward balance at the end of the tax year (amount S **plus** line 760) . . . . . . . . . . . . . . . . . . . . . . . . . . **770** ____________ T

* For the first harmonized T2 return filed with a tax year that includes days in 2009:

- do not enter an amount on line Q or line 700;
- for line 720, enter the amount from line 2214 of Ontario CT23 Schedule 101, *Corporate Minimum Tax (CMT)*, for the last tax year that ended in 2008.

For other tax years, enter on line Q the amount from line 770 of Schedule 510 from the previous tax year.

** Do not include an amount from a predecessor corporation if it was controlled at any time before the amalgamation by any of the other predecessor corporations.

**Note:** If you entered an amount on line 720 or line 750, complete Part 8.

## Part 8 – Analysis of CMT loss available for carryforward by year of origin

Complete this part if:

- the tax year includes January 1, 2009; or
- the previous tax year-end is deemed to be December 31, 2008, under subsection 249(3) of the federal Act.

| Year of origin | Balance earned in a tax year ending before March 23, 2007 * | Balance earned in a tax year ending after March 22, 2007 ** |
|---|---|---|
| 10th previous tax year | **810** | **820** |
| 9th previous tax year | **811** | **821** |
| 8th previous tax year | **812** | **822** |
| 7th previous tax year | **813** | **823** |
| 6th previous tax year | **814** | **824** |
| 5th previous tax year | **815** | **825** |
| 4th previous tax year | **816** | **826** |
| 3rd previous tax year | **817** | **827** |
| 2nd previous tax year | **818** | **828** |
| 1st previous tax year | | **829** |
| Total *** | | |

* Adjusted net loss for CMT purposes that was earned (by the corporation, by subsidiaries wound up into or amalgamated with the corporation before March 22, 2007, and by other predecessors of the corporation) in each of the previous 10 tax years that ended before March 23, 2007, and has not been deducted.

** Adjusted net loss for CMT purposes that was earned (by the corporation and its predecessors, but not by a subsidiary predecessor) in each of the previous 20 tax years that ended after March 22, 2007, and has not been deducted.

*** The total of these two columns must equal the total of the amounts entered on lines 720 and 750.

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**SCHEDULE 511**

# ONTARIO CORPORATE MINIMUM TAX – TOTAL ASSETS AND REVENUE FOR ASSOCIATED CORPORATIONS

| Name of corporation | Business Number | Tax year-end Year Month Day |
|---|---|---|
| Waterloo North Hydro Inc. | 86584 4575 RC0001 | 2019-12-31 |

- For use by corporations to report the total assets and total revenue of all the Canadian or foreign corporations with which the filing corporation was associated at any time during the tax year. These amounts are required to determine if the filing corporation is subject to corporate minimum tax.
- Total assets and total revenue include the associated corporation's share of any partnership(s)/joint venture(s) total assets and total revenue.
- Attach additional schedules if more space is required.
- File this schedule with the *T2 Corporation Income Tax Return.*

| | Names of associated corporations 200 | Business number (Canadian corporation only) (see Note 1) 300 | Total assets* (see Note 2) 400 | Total revenue** (see Note 2) 500 |
|---|---|---|---|---|
| 1 | Waterloo North Hydro Holding Corporation | 87502 6924 RC0001 | 33,707,864 | 1,960,331 |
| 2 | City of Waterloo | NR | 50,000,000 | 100,000,000 |
| 3 | TOWNSHIP OF WOOLWICH | NR | 0 | 0 |
| 4 | TOWNSHIP OF WELLESLEY | NR | 0 | 0 |
| | | **Total** | 450 83,707,864 | 550 101,960,331 |

Enter the total assets from line 450 on line 116 in Part 1 of Schedule 510, *Ontario Corporate Minimum Tax*.
Enter the total revenue from line 550 on line 146 in Part 1 of Schedule 510.

Note 1: Enter ¨NR¨ if a corporation is not registered.

Note 2: If the associated corporation does not have a tax year that ends in the filing corporation's current tax year but was associated with the filing corporation in the previous tax year of the filing corporation, enter the total revenue and total assets from the tax year of the associated corporation that ends in the previous tax year of the filing corporation.

*** Rules for total assets**

- Report total assets in accordance with generally accepted accounting principles, adjusted so that consolidation and equity methods are not used.
- Include the associated corporation's share of the total assets of partnership(s) and joint venture(s) but exclude the recorded asset(s) for the investment in partnerships and joint ventures.
- Exclude unrealized gains and losses on assets that are included in net income for accounting purposes but not in income for corporate income tax purposes.

**** Rules for total revenue**

- Report total revenue in accordance with generally accepted accounting principles, adjusted so that consolidation and equity methods are not used.
- If the associated corporation has 2 or more tax years ending in the filing corporation's tax year, **multiply** the sum of the total revenue for each of those tax years by 365 and **divide** by the total number of days in all of those tax years.
- If the associated corporation's tax year is less than 51 weeks and is the only tax year of the associated corporation that ends in the filing corporation's tax year, **multiply** the associated corporation's total revenue by 365 and **divide** by the number of days in the associated corporation's tax year.
- Include the associated corporation's share of the total revenue of partnerships and joint ventures.
- If the partnership or joint venture has 2 or more fiscal periods ending in the associated corporation's tax year, **multiply** the sum of the total revenue for each of the fiscal periods by 365 and **divide** by the total number of days in all the fiscal periods.

T2 SCH 511 Canada

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**SCHEDULE 546**

# *CORPORATIONS INFORMATION ACT* ANNUAL RETURN FOR ONTARIO CORPORATIONS

| Name of corporation | Business Number | Tax year-end Year Month Day |
|---|---|---|
| Waterloo North Hydro Inc. | 86584 4575 RC0001 | 2019-12-31 |

- This schedule should be completed by a corporation that is incorporated, continued, or amalgamated in Ontario and subject to the Ontario *Business Corporations Act* (BCA) or Ontario *Corporations Act* (CA), except for registered charities under the federal *Income Tax Act*. This completed schedule serves as a *Corporations Information Act* Annual Return under the *Ontario Corporations Information Act*.
- Complete parts 1 to 4. Complete parts 5 to 7 only to report change(s) in the information recorded on the Ontario Ministry of Government Services (MGS) public record.
- This schedule must set out the required information for the corporation as of the date of delivery of this schedule.
- A completed Ontario *Corporations Information Act* Annual Return must be delivered within six months after the end of the corporation's tax year-end. The MGS considers this return to be delivered on the date that it is filed with the Canada Revenue Agency (CRA) together with the corporation's income tax return.
- It is the corporation's responsibility to ensure that the information shown on the MGS public record is accurate and up-to-date. To review the information shown for the corporation on the public record maintained by the MGS, obtain a Corporation Profile Report. Visit **www.ServiceOntario.ca** for more information.
- This schedule contains non-tax information collected under the authority of the Ontario *Corporations Information Act*. This information will be sent to the MGS for the purposes of recording the information on the public record maintained by the MGS.

## Part 1 – Identification

**100** Corporation's name (exactly as shown on the MGS public record)
Waterloo North Hydro Inc.

Jurisdiction incorporated, continued, or amalgamated, whichever is the most recent: Ontario

**110** Date of incorporation or amalgamation, whichever is the most recent (Year Month Day): 2000-03-01

**120** Ontario Corporation No.: 1404168

## Part 2 – Head or registered office address (P.O. box not acceptable as stand-alone address)

**200** Care of (if applicable)

**210** Street number: 526

**220** Street name/Rural route/Lot and Concession number: Country Squire Road

**230** Suite number

**240** Additional address information if applicable (line 220 must be completed first)
PO Box 640

**250** Municipality (e.g., city, town): Waterloo

**260** Province/state: ON

**270** Country: CA

**280** Postal/zip code: N2J 4A3

## Part 3 – Change identifier

Have there been any changes in any of the information most recently filed for the public record maintained by the MGS for the corporation with respect to names, addresses for service, and the date elected/appointed and, if applicable, the date the election/appointment ceased of the directors and five most senior officers, or with respect to the corporation's mailing address or language of preference? To review the information shown for the corporation on the public record maintained by the MGS, obtain a Corporation Profile Report. For more information, visit **www.ServiceOntario.ca**.

**300** 1 If there have been no changes, enter **1** in this box and then go to "Part 4 – Certification."
If there are changes, enter **2** in this box and complete the applicable parts on the next page, and then go to "Part 4 – Certification."

## Part 4 – Certification

I certify that all information given in this *Corporations Information Act* Annual Return is true, correct, and complete.

**450** Singh (Last name)    **451** Albert (First name)

**454** ______________________, (Middle name(s))

**460** 2 Please enter one of the following numbers in this box for the above-named person: **1** for director, **2** for officer, or **3** for other individual having knowledge of the affairs of the corporation. If you are a director and officer, enter **1** or **2**.

Note: Sections 13 and 14 of the Ontario *Corporations Information Act* provide penalties for making false or misleading statements or omissions.

**Complete the applicable parts to report changes in the information recorded on the MGS public record.**

## Part 5 – Mailing address

**500** ☐ Please enter one of the following numbers in this box:

1 - Show no mailing address on the MGS public record.
2 - The corporation's mailing address is the same as the head or registered office address in Part 2 of this schedule.
3 - The corporation's complete mailing address is as follows:

**510** Care of (if applicable)

**520** Street number

**530** Street name/Rural route/Lot and Concession number

**540** Suite number

**550** Additional address information if applicable (line 530 must be completed first)

**560** Municipality (e.g., city, town)

**570** Province/state

**580** Country

**590** Postal/zip code

## Part 6 – Language of preference

**600** ☐ Indicate your language of preference by entering **1** for English or **2** for French. This is the language of preference recorded on the MGS public record for communications with the corporation. It may be different from line 990 on the T2 return.

Canada Revenue Agency Agence du revenu du Canada

**SCHEDULE 550**

# ONTARIO CO-OPERATIVE EDUCATION TAX CREDIT

| Name of corporation | Business Number | Tax year-end Year Month Day |
|---|---|---|
| Waterloo North Hydro Inc. | 86584 4575 RC0001 | 2019-12-31 |

- Use this schedule to claim an Ontario co-operative education tax credit (CETC) under section 88 of the *Taxation Act, 2007* (Ontario).
- The CETC is a refundable tax credit that is equal to an eligible percentage (10% to 30%) of the eligible expenditures incurred by a corporation for a qualifying work placement. The maximum credit amount is $1,000 for each qualifying work placement ending before March 27, 2009, and $3,000 for each qualifying work placement beginning after March 26, 2009. For a qualifying work placement that straddles March 26, 2009, the maximum credit amount is prorated.
- Eligible expenditures are salaries and wages (including taxable benefits) paid or payable to a student in a qualifying work placement, or fees paid or payable to an employment agency for services performed by the student in a qualifying work placement. These expenditures must be paid on account of employment or services, as applicable, at a permanent establishment of the corporation in Ontario. Expenditures for a work placement (WP) are not eligible expenditures if they are greater than the amounts that would be paid to an arm's length employee.
- A WP must meet all of the following conditions to be a qualifying work placement:
  - the student performs employment duties for a corporation under a qualifying co-operative education program (QCEP);
  - the WP has been developed or approved by an eligible educational institution as a suitable learning situation;
  - the terms of the WP require the student to engage in productive work;
  - the WP is for a period of at least 10 consecutive weeks or, in the case of an internship program, not less than 8 consecutive months and not more than 16 consecutive months;
  - the student is paid for the work performed in the WP;
  - the corporation is required to supervise and evaluate the job performance of the student in the WP;
  - the institution monitors the student's performance in the WP; and
  - the institution has certified the WP as a qualifying work placement.
- Make sure you keep a copy of the letter of certification from the Ontario eligible educational institution containing the name of the student, the employer, the institution, the term of the WP, and the name/discipline of the QCEP to support the claim. Do not submit the letter of certification with the *T2 Corporation Income Tax Return*.
- File this schedule with the *T2 Corporation Income Tax Return*.

## Part 1 – Corporate information

| | |
|---|---|
| **110** Name of person to contact for more information<br>Albert Singh | **120** Telephone number including area code<br>(519) 888-5542 |

Is the claim filed for a CETC earned through a partnership?* . . . **150** 1 Yes ☐ 2 No ☒

If you answered **yes** to the question at line 150, what is the name of the partnership? . . . **160** ______

Enter the percentage of the partnership's CETC allocated to the corporation . . . **170** ______ %

* When a corporate member of a partnership is claiming an amount for eligible expenditures incurred by a partnership, complete a Schedule 550 for the partnership as if the partnership were a corporation. Each corporate partner, other than a limited partner, should file a separate Schedule 550 to claim the partner's share of the partnership's CETC. The allocated amounts can not exceed the amount of the partnership's CETC.

## Part 2 – Eligibility

1. Did the corporation have a permanent establishment in Ontario in the tax year? . . . **200** 1 Yes ☒ 2 No ☐
2. Was the corporation exempt from tax under Part III of the *Taxation Act*, 2007 (Ontario)? . . . **210** 1 Yes ☐ 2 No ☒

If you answered **no** to question 1 or **yes** to question 2, then the corporation is **not eligible** for the CETC.

T2 SCH 550 E (09)

Canada

## Part 3 – Eligible percentage for determining the eligible amount

| | | |
|---|---|---|
| Corporation's salaries and wages paid in the previous tax year * | **300** | 12,250,884 |

For eligible expenditures incurred before March 27, 2009:

- If line 300 is $400,000 or less, enter 15% on line 310.
- If line 300 is $600,000 or more, enter 10% on line 310.
- If line 300 is more than $400,000 and less than $600,000, enter the percentage on line 310 using the following formula:

$$\text{Eligible percentage} = 15\,\% - \left[ 5\,\% \times \left( \frac{\text{amount on line 300} \quad \textbf{minus} \quad \$ \quad 400{,}000}{\$ \quad 200{,}000} \right) \right]$$

| | | |
|---|---|---|
| **Eligible percentage for determining the eligible amount** | **310** | 10.000 % |

For eligible expenditures incurred after March 26, 2009:

- If line 300 is $400,000 or less, enter 30% on line 312.
- If line 300 is $600,000 or more, enter 25% on line 312.
- If line 300 is more than $400,000 and less than $600,000, enter the percentage on line 312 using the following formula:

$$\text{Eligible percentage} = 30\,\% - \left[ 5\,\% \times \left( \frac{\text{amount on line 300} \quad \textbf{minus} \quad \$ \quad 400{,}000}{\$ \quad 200{,}000} \right) \right]$$

| | | |
|---|---|---|
| **Eligible percentage for determining the eligible amount** | **312** | 25.000 % |

* If this is the first tax year of an amalgamated corporation and subsection 88(9) of the *Taxation Act, 2007* (Ontario) applies, enter the salaries and wages paid in the previous tax year by the predecessor corporations.

## Part 4 – Calculation of the Ontario co-operative education tax credit

Complete a separate entry for each student for each qualifying work placement that ended in the corporation's tax year. If a qualifying work placement would otherwise exceed four consecutive months, divide the WP into periods of four consecutive months and enter each full period of four consecutive months as a separate WP. If the WP does not divide equally into four-month periods and if the period that is less than 4 months is 10 or more consecutive weeks, then enter that period as a separate WP. If that period is less than 10 consecutive weeks, then include it with the WP for the last period of 4 consecutive months. Consecutive WPs with two or more associated corporations are deemed to be with only one corporation, as designated by the corporations.

| | **A**<br>Name of university, college, or other eligible educational institution<br>**400** | **B**<br>Name of qualifying co-operative education program<br>**405** |
|---|---|---|
| 1. | Conestoga College | Powerline Technician |
| 2. | Conestoga College | Powerline Technician |
| 3. | Conestoga College | Powerline Technician |
| 4. | Georgian College | Electrical Engineering Technology |
| 5. | Conestoga College | Electrical Engineering Technology |
| 6. | Fanshawe College | Electrical Engineering Technology |
| 7. | Mohawk College | Electrical Engineering Technology |
| 8. | Conestoga College | Computer Engineering Technology |
| 9. | Conestoga College | Electrical Engineering Technology |
| 10. | Fanshawe College | Electrical Engineering Technology |
| 11. | Mohawk College | Electrical Engineering Technology |
| 12. | Conestoga College | Computer Engineering Technology |

| | **C**<br>Name of student<br>**410** | **D**<br>Start date of WP (see note 1 below)<br>**430** | **E**<br>End date of WP (see note 2 below)<br>**435** |
|---|---|---|---|
| 1. | [redacted] | 2019-05-06 | 2019-08-30 |
| 2. | [redacted] | 2019-01-07 | 2019-05-03 |
| 3. | [redacted] | 2019-05-06 | 2019-08-30 |
| 4. | [redacted] | 2019-09-03 | 2019-12-31 |

| | C<br>Name of student<br>410 | D<br>Start date of WP<br>(see note 1 below)<br>430 | E<br>End date of WP<br>(see note 2 below)<br>435 |
|---|---|---|---|
| 5. | [redacted] | 2019-01-01 | 2019-04-30 |
| 6. | [redacted] | 2019-01-01 | 2019-04-30 |
| 7. | [redacted] | 2019-01-02 | 2019-04-30 |
| 8. | [redacted] | 2019-05-06 | 2019-08-30 |
| 9. | [redacted] | 2019-05-01 | 2019-08-30 |
| 10. | [redacted] | 2019-05-01 | 2019-08-30 |
| 11. | [redacted] | 2019-05-01 | 2019-08-30 |
| 12. | [redacted] | 2019-09-01 | 2019-12-31 |

Note 1: When the WP has been divided into separate periods because it exceeds four consecutive months, enter the start date for the separate WP.

Note 2: When the WP has been divided into separate periods because it exceeds four consecutive months, enter the end date for the separate WP.

## Part 4 – Calculation of the Ontario co-operative education tax credit (continued)

| | F1<br>Eligible expenditures before March 27, 2009 (see note 1 below)<br>450 | Eligible percentage before March 27, 2009 (from line 310 in Part 3) | F2<br>Eligible expenditures after March 26, 2009 (see note 1 below)<br>452 | Eligible percentage after March 26, 2009 (from line 310a in Part 3) | X<br>Number of consecutive weeks of the WP completed by the student before March 27, 2009 (see note 3 below) | Y<br>Total number of consecutive weeks of the student's WP (see note 3 below) |
|---|---|---|---|---|---|---|
| 1. | | 10.000 % | 16,925 | 25.000 % | | 17 |
| 2. | | 10.000 % | 19,769 | 25.000 % | | 17 |
| 3. | | 10.000 % | 17,462 | 25.000 % | | 17 |
| 4. | | 10.000 % | 14,649 | 25.000 % | | 16 |
| 5. | | 10.000 % | 16,833 | 25.000 % | | 16 |
| 6. | | 10.000 % | 18,793 | 25.000 % | | 16 |
| 7. | | 10.000 % | 17,295 | 25.000 % | | 16 |
| 8. | | 10.000 % | 14,181 | 25.000 % | | 17 |
| 9. | | 10.000 % | 16,833 | 25.000 % | | 17 |
| 10. | | 10.000 % | 18,793 | 25.000 % | | 17 |
| 11. | | 10.000 % | 17,295 | 25.000 % | | 17 |
| 12. | | 10.000 % | 14,181 | 25.000 % | | 17 |

| | G<br>Eligible amount (eligible expenditures **multiplied** by eligible percentage) (see note 2 below)<br>460 | H<br>Maximum CETC per WP (see note 3 below)<br>462 | I<br>CETC on eligible expenditures (column G or H, whichever is less)<br>470 | J<br>CETC on repayment of government assistance (see note 4 below)<br>480 | K<br>CETC for each WP (column I or column J)<br>490 |
|---|---|---|---|---|---|
| 1. | 4,231 | 3,000 | 3,000 | | 3,000 |
| 2. | 4,942 | 3,000 | 3,000 | | 3,000 |
| 3. | 4,366 | 3,000 | 3,000 | | 3,000 |
| 4. | 3,662 | 3,000 | 3,000 | | 3,000 |
| 5. | 4,208 | 3,000 | 3,000 | | 3,000 |
| 6. | 4,698 | 3,000 | 3,000 | | 3,000 |
| 7. | 4,324 | 3,000 | 3,000 | | 3,000 |
| 8. | 3,545 | 3,000 | 3,000 | | 3,000 |
| 9. | 4,208 | 3,000 | 3,000 | | 3,000 |
| 10. | 4,698 | 3,000 | 3,000 | | 3,000 |
| 11. | 4,324 | 3,000 | 3,000 | | 3,000 |
| 12. | 3,545 | 3,000 | 3,000 | | 3,000 |

**Ontario co-operative education tax credit** (total of amounts in column K) 500 36,000 L or, if the corporation answered **yes** at line 150 in Part 1, determine the partner's share of amount L:

Amount L ____________ x percentage on line 170 in Part 1 ________ % = . . . . . . . . . . . . . . . . . . . . . . . **M**

Enter amount L or M, whichever applies, on line 452 of Schedule 5, *Tax Calculation Supplementary – Corporations*. If you are filing more than one Schedule 550, add the amounts from line L or M, whichever applies, on all the schedules and enter the total amount on line 452 of Schedule 5.

Note 1: Reduce eligible expenditures by all government assistance, as defined under subsection 88(21) of the *Taxation Act, 2007* (Ontario), that the corporation has received, is entitled to receive, or may reasonably expect to receive, for the eligible expenditures, on or before the filing due date of the *T2 Corporation Income Tax Return* for the tax year.

Note 2: Calculate the eligible amount (Column G) using the following formula:

Column G = (column F1 x percentage on line 310) + (column F2 x percentage on line 312)

Note 3: If the WP ends before March 27, 2009, the maximum credit amount for the WP is $1,000.
If the WP begins after March 26, 2009, the maximum credit amount for the WP is $3,000.
If the WP begins before March 27, 2009, and ends after March 26, 2009, calculate the maximum credit amount using the following formula:

($1,000 x X/Y) + [$3,000 x (Y – X)/Y]

where "X" is the number of consecutive weeks of the WP completed by the student before March 27, 2009,
and "Y" is the total number of consecutive weeks of the student's WP.

Note 4: When claiming a CETC for repayment of government assistance, complete a **separate entry** for each repayment and complete columns A to E and J and K with the details for the previous year WP in which the government assistance was received.
Include the amount of government assistance repaid in the tax year multiplied by the eligible percentage for the tax year in which the government assistance was received, to the extent that the government assistance reduced the CETC in that tax year.

Canada Revenue Agency / Agence du revenu du Canada

**Schedule 552**

# Ontario Apprenticeship Training Tax Credit

| Corporation's name | Business number | Tax year-end<br>Year Month Day |
|---|---|---|
| Waterloo North Hydro Inc. | 86584 4575 RC0001 | 2019-12-31 |

- Use this schedule to claim an Ontario apprenticeship training tax credit (ATTC) under section 89 of the *Taxation Act, 2007* (Ontario).
- The ATTC is a refundable tax credit that is equal to a specified percentage (25% to 45%) of the eligible expenditures incurred by a corporation for a qualifying apprenticeship. For eligible expenditures incurred after March 26, 2009 for an apprenticeship program that began before April 24, 2015, the maximum credit for each qualifying apprenticeship is $10,000 per year to a maximum credit of $40,000 over the first 48-month period of the qualifying apprenticeship. For an apprenticeship program that began after April 23, 2015, the maximum credit for each qualifying apprenticeship is $5,000 per year to a maximum credit of $15,000 over the first 36-month period of the qualifying apprenticeship.
- Eligible expenditures are salaries and wages (including taxable benefits) paid to an apprentice in a qualifying apprenticeship or fees paid to an employment agency for the provision of services performed by the apprentice in a qualifying apprenticeship. These expenditures must be:
  - paid on account of employment or services, as applicable, at a permanent establishment of the corporation in Ontario;
  - for services provided by the apprentice during the first 48 months of the apprenticeship program, if an apprenticeship program began before April 24, 2015; and
  - for services provided by the apprentice during the first 36 months of the apprenticeship program, if an apprenticeship program began after April 23, 2015.
- An expenditure is not eligible for an ATTC if:
  - the same expenditure was used, or will be used, to claim a co-operative education tax credit; or
  - it is more than an amount that would be paid to an arm's length apprentice.
- An apprenticeship must meet the following conditions to be a qualifying apprenticeship:
  - the apprenticeship is in a qualifying skilled trade approved by the Ministry of Training, Colleges and Universities (Ontario) or a person designated by him or her; and
  - the corporation and the apprentice must be participating in an apprenticeship program in which the training agreement has been registered under the *Ontario College of Trades and Apprenticeship Act, 2009, or* the *Apprenticeship and Certification Act, 1998,* or in which the contract of apprenticeship has been registered under the *Trades Qualification and Apprenticeship Act*.
- Do not submit the training agreement or contract of apprenticeship with your *T2 Corporation Income Tax Return*. Keep a copy of the training agreement or contract of apprenticeship to support your claim.
- File this schedule with your *T2 Corporation Income Tax Return*.

## Part 1 – Corporate information

| **110** Name of person to contact for more information | **120** Telephone number |
|---|---|
| Albert Singh | (519) 888-5542 |

Is the claim filed for an ATTC earned through a partnership? * . . . . . **150** 1 Yes ☐ 2 No ☒

If you answered **yes** to the question at line 150, what is the name of the partnership? . **160** ____

Enter the percentage of the partnership's ATTC allocated to the corporation . . . . . **170** ____ %

* When a corporate member of a partnership is claiming an amount for eligible expenditures incurred by a partnership, complete a Schedule 552 for the partnership as if the partnership were a corporation. Each corporate partner, other than a limited partner, should file a separate Schedule 552 to claim the partner's share of the partnership's ATTC. The total of the partners' allocated amounts can never exceed the amount of the partnership's ATTC.

## Part 2 – Eligibility

1. Did the corporation have a permanent establishment in Ontario in the tax year? . . . . . **200** 1 Yes ☒ 2 No ☐
2. Was the corporation exempt from tax under Part III of the *Taxation Act, 2007* (Ontario)? . . . . . **210** 1 Yes ☐ 2 No ☒

If you answered **no** to question 1 or **yes** to question 2, then you are **not eligible** for the ATTC.

## Part 3 – Specified percentage

Corporation's salaries and wages paid in the previous tax year * . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **300** 12,250,884

**For eligible expenditures incurred after March 26, 2009 for an apprenticeship program that began before April 24, 2015:**

- If line 300 is $400,000 or less, enter 45% on line 312.
- If line 300 is $600,000 or more, enter 35% on line 312.
- If line 300 is more than $400,000 and less than $600,000, enter the percentage on line 312 using the following formula:

$$\text{Specified percentage} = 45\,\% - \left[ 10\,\% \times \frac{(\text{amount on line 300} \textbf{ minus } 400{,}000)}{200{,}000} \right]$$

**Specified percentage** . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **312** 35.000 %

**For eligible expenditures incurred for an apprenticeship program that began after April 23, 2015:**

- If line 300 is $400,000 or less, enter 30% on line 314.
- If line 300 is $600,000 or more, enter 25% on line 314.
- If line 300 is more than $400,000 and less than $600,000, enter the percentage on line 314 using the following formula:

$$\text{Specified percentage} = 30\,\% - \left[ 5\,\% \times \frac{(\text{amount on line 300} \textbf{ minus } 400{,}000)}{200{,}000} \right]$$

**Specified percentage** . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . **314** 25.000 %

* If this is the first tax year of an amalgamated corporation and subsection 89(6) of the *Taxation Act, 2007* (Ontario) applies, enter salaries and wages paid in the previous tax year by the predecessor corporations.

## Part 4 – Ontario apprenticeship training tax credit

Complete a **separate entry** for each apprentice for each qualifying apprenticeship with the corporation. When claiming an ATTC for repayment of government assistance, complete a **separate entry** for each repayment, and complete columns A to G and M and N with the details for the employment period in the previous tax year in which the government assistance was received.

| | A<br>Trade code<br>**400** | B<br>Apprenticeship program/trade name<br>**405** | C<br>Name of apprentice<br>**410** |
|---|---|---|---|
| 1. | 434a | Powerline Technician | [redacted] |
| 2. | | | |

| | D<br>Original contract or training agreement number<br>**420** | E<br>Original registration date of apprenticeship contract or training agreement (YYYYMMDD) (see note 1)<br>**425** | F<br>Start date of employment as an apprentice in the tax year (YYYYMMDD) (see note 2)<br>**430** | G<br>End date of employment as an apprentice in the tax year (YYYYMMDD) (see note 3)<br>**435** |
|---|---|---|---|---|
| 1. | SYS126999 | 2017-02-02 | 2019-06-24 | 2019-12-31 |
| 2. | | | | |

Note 1: Enter the original registration date of the apprenticeship contract or training agreement in all cases, even when multiple employers employed the apprentice.

Note 2: When there are multiple employment periods as an apprentice in the tax year with the corporation, enter the date that is the first day of employment as an apprentice in the tax year with the corporation. When claiming an ATTC for repayment of government assistance, enter the start date of employment as an apprentice for the tax year in which the government assistance was received.

Note 3: When there are multiple employment periods as an apprentice in the tax year with the corporation, enter the date that is the last day of employment as an apprentice in the tax year with the corporation. When claiming an ATTC for repayment of government assistance, enter the end date of employment as an apprentice for the tax year in which the government assistance was received.

## Part 4 – Ontario apprenticeship training tax credit (continued)

| | H1<br>Number of days in the tax year employed as an apprentice in a qualifying apprenticeship program that began before April 24, 2015 (see note 1)<br>**442** | H2<br>Number of days in the tax year employed as an apprentice in a qualifying apprenticeship program that began after April 23, 2015 (see note 1)<br>**443** | I<br>Maximum credit amount for the tax year (see note 2)<br>**445** |
|---|---|---|---|
| 1. | | 190 | 2,603 |
| 2. | | | |

Note 1: When there are multiple employment periods as an apprentice in the tax year with the corporation, do not include days in which the individual was not employed as an apprentice.

For H1: The days employed as an apprentice must be within 48 months of the registration date provided in column E.

For H2: The days employed as an apprentice must be within 36 months of the registration date provided in column E.

Note 2: Maximum credit = ($10,000 × H1/365*) or ($5,000 × H2/365*), whichever applies.
* 366 days, if the tax year includes February 29

| | J1<br>Eligible expenditures incurred after March 26, 2009 for a qualifying apprenticeship program that began before April 24, 2015 (see note 3)<br>**452** | J2<br>Eligible expenditures incurred for a qualifying apprenticeship program that began after April 23, 2015 (see note 3)<br>**453** | K<br>Eligible expenditures **multiplied** by specified percentage (see note 4)<br>**460** |
|---|---|---|---|
| 1. | | 41,132 | 10,283 |
| 2. | | | |

Note 3: Reduce eligible expenditures by all government assistance, as defined under subsection 89(19) of the *Taxation Act, 2007* (Ontario), that the corporation has received, is entitled to receive, or may reasonably expect to receive, in respect of the eligible expenditures, on or before the filing due date of the *T2 Corporation Income Tax Return* for the tax year.

For J1: Eligible expenditures must be for services provided by the apprentice to the taxpayer during the first 48 months of the apprenticeship program, and not relating to services performed before the apprenticeship program began or after it ended.

For J2: Eligible expenditures must be for services provided by the apprentice to the taxpayer during the first 36 months of the apprenticeship program, and not relating to services performed before the apprenticeship began or after it ended.

Note 4: Calculate the amount in column K as follows:
Column K = (J1 × line 312) or (J2 × line 314), whichever applies.

| | L<br>ATTC on eligible expenditures (lesser of columns I and K)<br>**470** | M<br>ATTC on repayment of government assistance (see note 5)<br>**480** | N<br>ATTC for each apprentice (column L or M, whichever applies)<br>**490** |
|---|---|---|---|
| 1. | 2,603 | | 2,603 |
| 2. | | | |

**Ontario apprenticeship training tax credit** (total of amounts in column N) **500** 2,603 **O**

**Or**, if the corporation answered **yes** at line 150 in Part 1, determine the partner's share of amount O:

Amount O ____________ x percentage on line 170 in Part 1 ______ % = . . . . . . . . . . . . . . . . ____________ **P**

Enter amount O or P, whichever applies, on line 454 of Schedule 5, *Tax Calculation Supplementary – Corporations*. If you are filing more than one Schedule 552, **add** the amounts from line O or P, whichever applies, on all the schedules, and enter the total amount on line 454 of Schedule 5.

Note 5: Include the amount of government assistance repaid in the tax year multiplied by the specified percentage for the tax year in which the government assistance was received, to the extent that the government assistance reduced the ATTC in that tax year. Complete a **separate entry** for each repayment of government assistance.

See the privacy notice on your return.

# Corporate Taxpayer Summary

## Corporate information

Corporation's name . . . . . . . . . . . . Waterloo North Hydro Inc.

Taxation Year . . . . . . . . . . . . . . . 2019-01-01 to 2019-12-31

Jurisdiction . . . . . . . . . . . . . . . . . Ontario

| BC | AB | SK | MB | ON | QC | NB | NS | NO | PE | NL | XO | YT | NT | NU | OC |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| ☐ | ☐ | ☐ | ☐ | ☒ | ☐ | ☐ | ☐ | ☐ | ☐ | ☐ | ☐ | ☐ | ☐ | ☐ | ☐ |

Corporation is associated . . . . . . . . Y

Corporation is related . . . . . . . . . . . Y

Number of associated corporations . . . 4

Type of corporation . . . . . . . . . . . . Canadian-Controlled Private Corporation

Total amount due (refund) federal and provincial* . . . . . . . . . . . . . . . -238,567

* The amounts displayed on lines "Total amount due (refund) federal and provincial" are all listed in the help. Press F1 to consult the context-sensative help.

## Summary of federal information

| | | |
|---|---|---|
| Net income | | 468,762 |
| Taxable income | | 446,762 |
| Donations | | 22,000 |
| Calculation of income from an active business carried on in Canada | | 468,762 |
| Dividends paid | | 3,776,000 |
| Dividends paid – Regular | 3,776,000 | |
| Dividends paid – Eligible | | |
| Balance of the low rate income pool at the end of the previous year | | |
| Balance of the low rate income pool at the end of the year | | |
| Balance of the general rate income pool at the end of the previous year | | 1,589,525 |
| Balance of the general rate income pool at the end of the year | | 1,911,194 |
| Part I tax (base amount) | | 169,770 |

| **Credits against part I tax** | | **Summary of tax** | | **Refunds/credits** | |
|---|---|---|---|---|---|
| Small business deduction | | Part I | 59,015 | ITC refund | |
| M&P deduction | | Part IV | | Dividends refund: | |
| Foreign tax credit | | Part III.1 | | – Eligible dividends | |
| Investment tax credits | 8,000 | Other* | | – Non-eligible dividends | |
| Abatement/Other* | 102,755 | Provincial or territorial tax | 120,978 | Instalments | 418,560 |
| | | | | Other* | |
| | | | | **Balance due/refund (–)** | -238,567 |

* The amounts displayed on lines "Other" are all listed in the Help. Press F1 to consult the context-sensitive help.

## Summary of federal carryforward/carryback information

**Carryforward balances**

| | |
|---|---|
| Capital losses/L.P.P. | 60,789 |
| Financial statement reserve | 4,363,540 |

## Summary of provincial information – provincial income tax payable

| | Ontario | Québec (CO-17) | Alberta (AT1) |
|---|---|---|---|
| Net income | 468,762 | | |
| Taxable income | 446,762 | | |
| % Allocation | 100.00 | | |
| Attributed taxable income | 446,762 | | |
| Tax payable before deduction* | 51,378 | | |
| Deductions and credits | | | |
| Net tax payable | 51,378 | | |
| Attributed taxable capital | N/A | | N/A |
| Capital tax payable** | N/A | | N/A |
| Total tax payable*** | 159,581 | | |
| Instalments and refundable credits | 38,603 | | |
| Balance due/Refund (-) | 120,978 | | |
| **Logging tax payable (COZ-1179)** | | | |
| Tax payable | N/A | | N/A |

* For Québec, this includes special taxes.

** For Québec, this includes compensation tax and registration fee.

*** For Ontario, this includes the corporate minimum tax, the Crown royalties' additional tax, the transitional tax debit, the recaptured research and development tax credit and the special additional tax debit on life insurance corporations. The Balance due/Refund is included in the federal Balance due/refund.

## Summary of provincial carryforward amounts

**Other carryforward amounts**

**Ontario**

Corporate minimum tax credit that can be carried forward over 20 years – Schedule 510 . . . . . . . . . . . . . . . . . . . . . . . . . . . 143,699

## Summary – taxable capital

**Federal**

| Corporate name | Taxable capital used to calculate the business limit reduction (T2, line 415) | Taxable capital used to calculate the SR&ED expenditure limit for a CCPC (Schedules 31 and 49) | Taxable capital used to calculate line 233 of the T2 return | Taxable capital used to calculate line 234 of the T2 return |
|---|---|---|---|---|
| Waterloo North Hydro Inc. | 222,051,917 | 222,051,917 | 213,589,528 | 213,589,528 |
| Waterloo North Hydro Holding Corporation | 33,146 | 33,146 | | |
| City of Waterloo | | | | |
| TOWNSHIP OF WOOLWICH | | | | |
| TOWNSHIP OF WELLESLEY | | | | |
| Total | 222,085,063 | 222,085,063 | 213,589,528 | 213,589,528 |

**Québec**

| Corporate name | Paid-up capital used to calculate the Québec business limit reduction (CO-771) and to calculate the additional deduction for transportation costs of remote manufacturing SMEs (CO-156.TR) | Paid-up capital used to calculate the tax credit for investment (CO-1029.8.36.IN) and to determine the applicability of Form CO-1029.8.33.TE | Paid-up capital used to calculate the $1 million deduction (CO-1137.A and CO-1137.E) | Paid-up capital used to determine the applicability of Form CO-737.SI |
|---|---|---|---|---|
| | | | | |
| Total | | | | |

**Ontario**

| Corporate name | Specified capital used to calculate the expenditure limit – Ontario innovation tax credit (Schedule 566) |
|---|---|
| | |
| Total | |

**Other provinces**

| Corporate name | Capital used to calculate the Newfoundland and Labrador capital deduction on financial institutions (Schedule 306) |
|---|---|
| | |
| Total | |

# Five-Year Comparative Summary

## Federal information (T2)

| | Current year | 1st prior year | 2nd prior year | 3rd prior year | 4th prior year |
|---|---|---|---|---|---|
| Taxation year end | **2019-12-31** | **2018-12-31** | **2017-12-31** | **2016-12-31** | **2015-12-31** |
| Net income | 468,762 | 2,270,592 | 2,180,507 | 2,323,640 | 1,655,850 |
| Taxable income | 446,762 | 2,207,673 | | 2,301,140 | 1,611,309 |
| Active business income | 468,762 | 2,270,592 | 2,180,507 | 2,323,640 | 1,655,850 |
| Dividends paid | 3,776,000 | 4,175,000 | 4,175,000 | 3,515,000 | 3,567,000 |
| Dividends paid – Regular | 3,776,000 | 4,175,000 | 4,175,000 | 3,515,000 | 3,567,000 |
| Dividends paid – Eligible | | | | | |
| LRIP – end of the previous year | | | | | |
| LRIP – end of the year | | | | | |
| GRIP – end of the previous year | 1,589,525 | | | 38,209,453 | 37,049,311 |
| GRIP – end of the year | 1,911,194 | 1,589,525 | | 39,866,274 | 38,209,453 |
| Donations | 22,000 | 62,919 | 23,350 | 22,500 | 44,541 |
| Balance due/refund (-) | -238,567 | -62,474 | | -424,841 | 111,974 |
| **Line 996 – Amended tax return** | ☐ | ☐ | ☐ | ☐ | ☐ |

**Loss carrybacks requested in prior years to reduce taxable income**

| | | | | | |
|---|---|---|---|---|---|
| Taxation year end | **2019-12-31** | **2018-12-31** | **2017-12-31** | **2016-12-31** | **2015-12-31** |
| Taxable income before loss carrybacks | N/A | N/A | | 2,301,140 | 1,611,309 |
| Non-capital losses | N/A | N/A | | | |
| Net capital losses (50%) | N/A | N/A | | | |
| Restricted farm losses | N/A | N/A | | | |
| Farm losses | N/A | N/A | | | |
| Listed personal property losses (50%) | N/A | N/A | | | |
| Total loss carried back to prior years | N/A | N/A | | | |
| Adjusted taxable income after loss carrybacks | N/A | N/A | | 2,301,140 | 1,611,309 |

**Losses in the current year carried back to previous years to reduce taxable income (according to Schedule 4)**

| | | | | | |
|---|---|---|---|---|---|
| Taxation year end | **2019-12-31** | **2018-12-31** | **2017-12-31** | **2016-12-31** | **2015-12-31** |
| Adjusted taxable income before current year loss carrybacks* | N/A | 2,207,673 | | 2,301,140 | N/A |
| Non-capital losses | N/A | | | | N/A |
| Net capital losses (50%) | N/A | | | | N/A |
| Restricted farm losses | N/A | | | | N/A |
| Farm losses | N/A | | | | N/A |
| Listed personal property losses (50%) | N/A | | | | N/A |
| Total current year losses carried back to prior years | N/A | | | | N/A |
| Adjusted taxable income after loss carrybacks | N/A | 2,207,673 | | 2,301,140 | N/A |

* The adjusted taxable income before current year loss carryback takes into account loss carrybacks that were made in prior taxation years.

**Loss carrybacks requested in prior years to reduce taxable dividends subject to Part IV tax**

| Taxation year end | 2019-12-31 | 2018-12-31 | 2017-12-31 | 2016-12-31 | 2015-12-31 |
|---|---|---|---|---|---|
| Adjusted Part IV tax multiplied by the multiplication factor**, before loss carrybacks | N/A | N/A | | | |
| Non-capital losses | N/A | N/A | | | |
| Farm losses | N/A | N/A | | | |
| Total loss carried back to prior years | N/A | N/A | | | |
| Adjusted Part IV tax multiplied by the multiplication factor**, after loss carrybacks | N/A | N/A | | | |

**Losses in the current year carried back to previous years to reduce taxable dividends subject to Part IV tax (according to Schedule 4)**

| Taxation year end | 2019-12-31 | 2018-12-31 | 2017-12-31 | 2016-12-31 | 2015-12-31 |
|---|---|---|---|---|---|
| Adjusted Part IV tax multiplied by the multiplication factor**, before current-year loss carrybacks*** | N/A | | | | N/A |
| Non-capital losses | N/A | | | | N/A |
| Farm losses | N/A | | | | N/A |
| Total current year losses carried back to prior years | N/A | | | | N/A |
| Adjusted Part IV tax multiplied by the multiplication factor**, after loss carrybacks | N/A | | | | N/A |

** The multiplication factor is 3 for dividends received before January 1, 2016, and 100 / 38 1/3 for dividends received after December 31, 2015.

*** The adjusted Part IV tax multiplied by the multiplication factor before current-year loss carrybacks takes into account loss carrybacks that were made in prior taxation years. This amount is multiplied by the multiplication factor to help you determine the loss amount that must be used to reduce Part IV tax payable to zero.

## Federal taxes

| Taxation year end | 2019-12-31 | 2018-12-31 | 2017-12-31 | 2016-12-31 | 2015-12-31 |
|---|---|---|---|---|---|
| Part I | 59,015 | 239,004 | | 345,171 | 226,325 |
| Part IV | | | | | |
| Part III.1 | | | | | |
| Other* | | | | | |

* The amounts displayed on lines "Other" are all listed in the help. Press F1 to consult the context-sensative help.

## Credits against part I tax

| Taxation year end | 2019-12-31 | 2018-12-31 | 2017-12-31 | 2016-12-31 | 2015-12-31 |
|---|---|---|---|---|---|
| Small business deduction | | | | | |
| M&P deduction | | | | | |
| Foreign tax credit | | | | | |
| Investment tax credit | 8,000 | 92,148 | | | 15,371 |
| Abatement/other* | 102,755 | 507,764 | | 529,262 | 370,601 |

* The amounts displayed on lines "Other" are all listed in the help. Press F1 to consult the context-sensative help.

## Refunds/credits

| Taxation year end | 2019-12-31 | 2018-12-31 | 2017-12-31 | 2016-12-31 | 2015-12-31 |
|---|---|---|---|---|---|
| ITC refund | | | | | |
| Dividend refund | | | | | |
| – Eligible dividends | | | | | |
| – Non-eligible dividends | | | | | |
| Instalments | 418,560 | 462,552 | | 921,512 | 126,528 |
| Other* | | | | | |

* The amounts displayed on lines "Other" are all listed in the help. Press F1 to consult the context-sensative help.

## Ontario

| Taxation year end | 2019-12-31 | 2018-12-31 | 2017-12-31 | 2016-12-31 | 2015-12-31 |
|---|---|---|---|---|---|
| Net income | 468,762 | 2,270,592 | 2,180,507 | 2,323,640 | 1,655,850 |
| Taxable income | 446,762 | 2,207,673 | | 2,301,140 | 1,611,309 |
| % Allocation | 100.00 | 100.00 | 100.00 | 100.00 | 100.00 |
| Attributed taxable income | 446,762 | 2,207,673 | | 2,301,140 | 1,611,309 |
| Surtax | | | | | |
| Income tax payable before deduction | 51,378 | 253,882 | | 264,631 | 185,301 |
| Income tax deductions /credits | | 27,179 | | | 9,974 |
| Net income tax payable | 51,378 | 226,703 | | 264,631 | 175,327 |
| Taxable capital | | | | | |
| Capital tax payable | | | | | |
| Total tax payable* | 159,581 | 226,703 | | 264,631 | 175,327 |
| Instalments and refundable credits | 38,603 | 65,629 | | 113,131 | 163,150 |
| Balance due/refund** | 120,978 | 161,074 | | 151,500 | 12,177 |

* For taxation years ending before January 1, 2009, this includes the corporate minimum tax and the premium tax. For taxation years ending after December 31, 2008, this includes the corporate minimum tax, the Crown royalties' additional tax, the transitional tax debit, the recaptured research and development tax credit and the special additional tax debit on life insurance corporations.

** For taxation years ending after December 31, 2008, the Balance due/Refund is included in the federal Balance due/refund.