

Personal Taxprep®

Frequently Asked Questions

2014 Versions

Client filter and customized diagnostic templates now offered with the Frequently Asked Questions

To assist you in identifying clients that could be affected by the described subjects, a downloadable client filter and customized diagnostic template is now associated with certain questions. These templates allow you to display a diagnostic in the returns that have tax situations that were the subject of an FAQ and provide access to a list of clients affected by the problems described.

Installing the client filter and diagnostic template

To find the predefined folder for customized client filters or diagnostics, proceed as follows:

1. Launch *Taxprep*.
2. On the **Tools** menu, click **Options and Settings**.
3. Under **Options**, click **File Locations**.
4. Verify the predefined location for the filters and diagnostics. After the installation, the default location is usually the following: **My Documents\CCH\T1 Taxprep 2014\Filter and Diagnostics**.
5. Copy the downloaded file to this location.
The client filter will be available in the Client Manager, while the diagnostic will display in the relevant returns.

Note: The table below lists all of the client filter and diagnostic templates, which allows you to download them separately, depending on the troubleshooting memos and FAQs that relate to you. To download all templates in a single operation, click the **Download all templates** button, then copy all zipped files into the folder **My Documents\CCH\T1 Taxprep 2014\Filter and Diagnostics**.

[Download all templates](#)

Publication	Subject/Question	Affected Version	Identifier (to download the client filter and diagnostic template, if applicable)
November 2015	RL-31 slip – Filing of the new RL-31 slip by the owners of rental apartment buildings	Versions 2014 and later	FT12014-011

Publication	Subject/Question	Affected Version	Identifier (to download the client filter and diagnostic template, if applicable)
October 2015	Modification to the Tax Data Delivery (TDD) and end of the System for the Electronic Notification of Debt (SEND) Web service	Versions 2015 1.0 and later	FT12014-010
July 2015	Watermark when printing Form T1013	Versions 2014 2.0 and later	FT12014-009
June 2015	Québec residents - Childcare expenses - Additional contribution for subsidized childcare services - Planner Mode	Versions 2014	FT12014-008 CARE letter - Additional contribution (TP1)
April 2015	T5013 and RL-15 slips - Various questions	Versions 2014	FT12014-007
April 2015	Automatic allocation on Form T2203	Versions 2014	FT12014-006
March 2015	Schedule G - Capital Gains and Losses	Versions 2014	FT12014-005
March 2015	TP1 - Capital Gains Deduction on Qualified Property	Versions 2014	FT12014-004
February 2015	Help with EFILE error codes	Versions 2.0 and later	FT12014-003
February 2015	InfoConnect functionality	Versions 2014	FT12014-002
February 2012	The CRA Represent a Client service	Version 2014 1.0	FT12014-001

Federal

Question FT12014-010

[Modification to the Tax Data Delivery \(TDD\) service and end of the System for the Electronic Notification of Debt \(SEND\) Web service](#)

Question

Is it true that the *Tax Data Delivery* (TDD) service will change name and the *System for the Electronic Notification of Debt* (SEND) Web service will end at the end of February 2016?

Answer

Yes, beginning with the 2015 tax-filing period, the *Tax Data Delivery* (TDD) service, used by **TaxprepConnect**, will be renamed *Auto-fill my return*. In addition, the list of information relating to income tax will be enhanced to include:

- data on the T3, T5, T4RSP, T4RIF, T5007, T5008 slips, data on RRSP receipts and information relating to instalments;
- the inclusion rate for year 2000 with respect to capital gains;
- information on the *Client Data Enquiry* (CDE) service.

The CDE service will replace the SEND service, which will be permanently interrupted on February 12, 2016. After that date, the SEND service will no longer be available in *Personal Taxprep*. As a result of the closing of the SEND service, preparers who will want to access the CDE service via the *Auto-fill my return* service or the “Represent a Client” Web page will have to be registered for the *Represent a Client* service and authorized to access their clients’ data online. A representative may receive such authorization via Part 2A of Form T1013. Note that a taxpayer can also authorize online access to his or her preparer (if the latter is registered for *Represent a Client*) using *My Account*.

If, as a preparer, you are not already registered for the *Represent a Client* service, we invite you to consult the following Web page for more information:

<http://www.cra-arc.gc.ca/esrvc-srvce/tx/rprsnttvs/bt-eng.html>

Question FT12014-009

Watermark when printing Form T1013

Question:

Why does a “Retain for your records. Do not forward to CRA.” watermark display on my T1013 forms when I print them?

Answer:

Commencing this year, the Canada Revenue Agency (CRA) requires all software developers supporting the electronic transmission of Form T1013 to include a watermark on this form when it is printed after it is filed electronically. Therefore, this watermark will be affixed to and print on any Form T1013 with an electronic filing status of “Accepted” or “Accepted with conditions.”

This change has been implemented in version 2.0 of *Personal Taxprep* 2014 and has been mentioned in the *Release Notes* that you can consult at the following address:

<http://tc.cch.ca/cchservices/download/files/documents/TXP/RNTXPT1201420EN.pdf>.

Printing of accepted T1013 forms

As required by the CRA, a watermark will now print on each page of the T1013 form when a hard copy or a PDF copy is printed after having been successfully transmitted and given the “Accepted” or “Accepted with conditions” value for the EFILE T1013 status.

In addition, at the beginning of April, the CRA published the Web page “[Information for tax preparers about Form T1013, Authorizing or Cancelling a Representative](#),” on which the same information concerning the watermark can be found.

Watermark on Form T1013 sent electronically

You will now see a watermark on Form T1013 when you print it after you have sent it electronically. The purpose of the watermark is to remind you that you should not send a paper copy of the form because the CRA has received it electronically. If you send the CRA a form with a watermark, it will not process it.

Question FT12014-006

Automatic allocation on Form T2203

Download the client filter and diagnostic template

QUESTION

What is the automatic allocation on Form T2203 and can it be disabled?

ANSWER

In the case of multiple jurisdictions, *Taxprep* is now able to automatically allocate income to the different jurisdictions in Form T2203 based on net income from different sources (the T5013 slip and the self-employment statement).

We invite you to view two short videos on this topic by accessing the **Professional Centre** or by clicking the following links:

- [T2203 with T5013 slip](#)
- [T2203 and T2125 \(without T5013 slip\)](#)

Note that this new functionality can be easily disabled if you do not want to use it. Consult the “Disabling the automatic allocation” section in this FAQ to learn how to disable it.

Income from a T5013 slip

When business or professional income from multiple jurisdictions is reported on the T5013 slip, this income is now taken into account for purposes of the automatic allocation on Form T2203.

The T5013 slip shows the amount of income allocated to each jurisdiction. When this information is entered via the “T5013 - Data entry” section, the program uses the amounts entered in order to calculate the percentage allocated to each province and determine the percentage allocated to other countries.

T5013 – Data entry			
Box	Country code (other than CAN)	Province code	Amount
120 ▼	...	ON ▼	100,000 00
120 ▼	...	QC ▼	40,000 00
120 ▼	...	AB ▼	30,000 00
120 ▼	...	BC ▼	30,000 00
▼	...	▼	0 00

These percentages are then transferred and displayed in the workchart T2203 Detail, *Detail of Net Income per Jurisdiction* (Jump Code: 2203 D).

Québec				
Source	Description	Self-employment income	Percentage (%)	Amount allocated to this jurisdiction
T5013	Law Firm box 120	200,000.00	20.00000000	40,000.00
Total allocated to this jurisdiction				40,000.00

Ontario				
Source	Description	Self-employment income	Percentage (%)	Amount allocated to this jurisdiction
T5013	Law Firm box 120	200,000.00	50.00000000	100,000.00
Total allocated to this jurisdiction				100,000.00

Partnership income transferred to a self-employment schedule

If you have indicated on the T5013 slip that the business or professional income should be transferred to a self-employment schedule (e.g. to claim a partner’s expenses), the percentage allocations will be transferred to the new section “Net income allocation to various jurisdictions” linked to the T5013 slip. This allows you to allocate net income to each jurisdiction by taking into account partners’ expenses.

Net income (line 9946) allocation to various jurisdictions		
	%	Income allocable to jurisdiction
Newfoundland and Labrador	0.00000000	0.00
Prince Edward Island	0.00000000	0.00
Nova Scotia	0.00000000	0.00
New Brunswick	0.00000000	0.00
Québec	20.00000000	40,000.00
Ontario	50.00000000	100,000.00
Manitoba	0.00000000	0.00
Saskatchewan	0.00000000	0.00
Alberta	15.00000000	30,000.00
British Columbia	15.00000000	30,000.00
Yukon	0.00000000	0.00
Northwest Territories	0.00000000	0.00
Nunavut	0.00000000	0.00
Other (outside Canada)	0.00000000	0.00
Total	100.00	200,000.00

Before entering expenses

Net income (line 9946) allocation to various jurisdictions		
	%	Income allocable to jurisdiction
Newfoundland and Labrador	0.00000000	0.00
Prince Edward Island	0.00000000	0.00
Nova Scotia	0.00000000	0.00
New Brunswick	0.00000000	0.00
Québec	20.00000000	39,000.00
Ontario	50.00000000	97,500.00
Manitoba	0.00000000	0.00
Saskatchewan	0.00000000	0.00
Alberta	15.00000000	29,250.00
British Columbia	15.00000000	29,250.00
Yukon	0.00000000	0.00
Northwest Territories	0.00000000	0.00
Nunavut	0.00000000	0.00
Other (outside Canada)	0.00000000	0.00
Total	100.00	195,000.00

After entering expenses

Income from multiple jurisdictions reported on a self-employment statement (without a T5013 slip)

If there is income reported on a self-employment statement that is from multiple jurisdictions but there is no T5013 slip issued (e.g. because it is a sole proprietorship or because the partnership is not required to file a partnership return), you can use overrides to indicate the allocation to each jurisdiction directly in the “Net income allocation to various jurisdictions” section of the applicable self-employment statement.

Net income (line 9946) allocation to various jurisdictions		
	%	Income allocable to jurisdiction
Newfoundland and Labrador	0.00000000	0.00
Prince Edward Island	0.00000000	0.00
Nova Scotia	0.00000000	0.00
New Brunswick	0.00000000	0.00
Québec	25.00000000	20,000.00
Ontario	75.00000000	60,000.00
Manitoba	0.00000000	0.00
Saskatchewan	0.00000000	0.00
Alberta	0.00000000	0.00
British Columbia	0.00000000	0.00
Yukon	0.00000000	0.00
Northwest Territories	0.00000000	0.00
Nunavut	0.00000000	0.00
Other (outside Canada)	0.00000000	0.00
Total	100.00	80,000.00

By default, the program will assume that income entered on a self-employment statement has been earned in the province indicated in the “Identification” section of that particular self-employment statement. Therefore, it is important that a province is included in the address indicated of the self-employment statement.

The information in the “Net income allocation to various jurisdictions” section on a self-employment statement will be updated to the workchart T2203 Detail (Jump Code: 2203D).

Multiple sources of self-employment income

You may encounter a situation where the taxpayer earns self-employment income from multiple sources, including income from multiple jurisdictions.

For example, a retired partner may earn self-employment income from the partnership that is from multiple jurisdictions while also earning self-employment income in his or her home province from consulting work.

The workchart T2203 Detail will include all self-employment income for purposes of determining the amount of net self-employment income to be allocated to each jurisdiction.

Ontario				
Source	Description	Self-employment income	Percentage (%)	Amount allocated to this jurisdiction
T2125	National Accounting Firm	50,000.00	40.00000000	20,000.00
T2125	Consulting Firm	80,000.00	100.00000000	80,000.00
		0.00	0.00000000	0.00
Total allocated to this jurisdiction				100,000.00

You can also input an allocation of income that is not transferred from a T5013 or a self-employment statement using the input cells provided for each jurisdiction.

The total allocated to each jurisdiction is transferred from the T2203 Detail workchart to Part 1 of Form T2203, *Provincial and Territorial Taxes - Multiple Jurisdictions* (Jump Code: 2203).

Disabling the automatic allocation

The automatic allocation can be easily disabled. To do so, select the check box provided at the top of the allocation table in Part 1 of Form T2203.

The allocation of taxable income can be done using the net income from self-employment for each jurisdiction or by allocating percentages to the different jurisdictions, but not both. If net income amounts have been allocated automatically, entering a percentage will have no effect on the allocation of taxable income.

Therefore, if you want to enter the allocation percentages manually in Form T2203, it is important to first select the box **Disable this functionality**. You will then be able to proceed in exactly the same manner as before and disregard Form T2203D as well as the new Section “Net income (line 9946) allocation to various jurisdictions” at the bottom of the self-employment statement.

For example, if the T5013 slip only shows the total net self-employment income (e.g. in box 120) and the percentage allocation to each jurisdiction has been provided as a footnote.

When the automatic allocation is disabled, the cells for the allocation of net income from self-employment become input cells.

Automatic allocation to each jurisdiction – Disable this functionality <input checked="" type="checkbox"/>			
Jurisdiction	Allocation of net income from self-employment		
	\$	OR	%
Newfoundland and Labrador	0 00		0.00
Prince Edward Island	0 00		0.00
Nova Scotia	0 00		0.00
New Brunswick	0 00		0.00

TP1 returns (Québec):

A similar process is performed for Forms TP-22 and TP-25: *Taxprep* automatically calculates the amount on the line *Portion of the income derived from establishments located in Québec*. The details of this calculation can be reviewed on the workchart TP22 TP25, *Detail of Net Income from Businesses Carried on in Québec* (Jump Code: Q22 Q25 D).

TP-22/TP-25 – Detail of Net Income From Businesses Carried on in Québec				
Detail of income derived from establishments located in Québec				
Source	Description	Amount	% of business carried on in Québec	Amount allocated to Québec
TP-80	National Accounting Firm	50,000 00	20.00000000	10,000 00
Total allocated to Québec (amount carried to line 1 of Form TP-22 or TP-25)				10,000 00

2 Net income from businesses carried on in Québec and elsewhere (do not take into account businesses that sustained a net loss)			
Portion of the income derived from establishments located in Québec		10,000 00	1
Portion of the income derived from establishments located in Canada, outside Québec	+	120,000 00	2
Portion of the income derived from establishments located outside Canada	+	0 00	3
Add lines 1 through 3.		Net income from businesses carried on in Québec and elsewhere	= 130,000 00 4

Question FT12014-003

Help with EFILE error codes

[Download the client filter and diagnostic template](#)

QUESTION

When EFILE error codes are issued, should I contact the *Taxprep* support team or the CRA EFILE Helpdesk?

ANSWER

In some cases, the *Taxprep* support team will be able to help you correct rejected returns for which EFILE error codes have been issued. However, our support team will not be able to help you with errors relating to information or balances that are available only in CRA records.

Therefore, we recommend that you first contact the CRA EFILE Helpdesk when the following EFILE error codes are issued: 40, 43, 57, 72, 307, 430, 431, 432, 2197, 2250, 2252, and 70127. You can also review your transmission results either in the **EFILE Transmission Results** dialog box under the **Transmission\EFILE** menu or on Form EFILE INFO, *EFILE Information* (Jump Code: EFILE INFO).

The CRA EFILE Helpdesk Support contact information and hours of operation are available here:

<http://www.efile.cra.gc.ca/l-tchsp-eng.html>.

Note that you may be able to resolve some of these problems by reviewing your client information available through the *Represent a Client* and *Tax Data Delivery* services.

Question FT12014-001

The CRA Represent a Client service

QUESTION

What are the steps to start using the CRA *Represent a Client* service?

ANSWER

An increasing number of firms use the CRA *Represent a Client* service as part of the T1 tax return preparation process. This secure service provides online access to tax information on behalf of individuals that you represent.



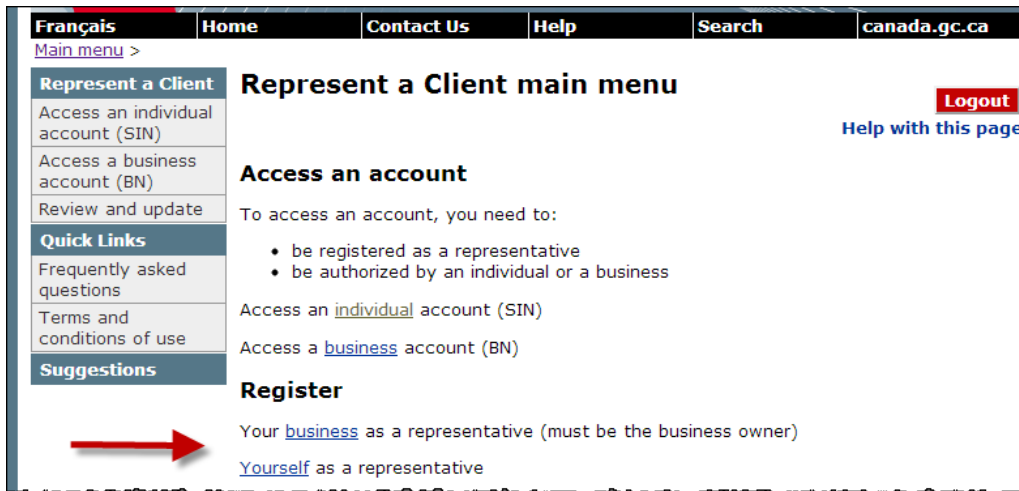
Detailed information is available, including the following:

Tax information slips	T4, T4A, T4A(P), T4A(OAS), T4E
Returns	Detailed assessment for all available tax years
Carryover amounts	Capital gains and losses, capital gains deduction, losses other than capital losses, tuition fees, education and textbook amounts
Accounts and payments	Instalments, account balance and statement of accounts
Benefits and credits	GST/HST credit, disability tax credit, Canada Child Tax Benefit, Universal Child Care Benefit, Working Income Tax Benefit
RRSPs and savings plans	RRSP deduction limit, unused RRSP contributions, Home Buyers' Plan, Lifelong Learning Plan, tax-free savings account (TFSA)
Notice of assessment	Latest notice of changes and summary of assessment or re-assessment.

The steps to start using this service are as follows:

1. On the [CRA Web site](#), click **Register** to create your own CRA user ID and password for using the *Represent a Client* service.
 - To validate your identity, you will need to enter your access code from your notice of assessment as well as your postal code.
 - The next step is to create your security questions and answers.
 - You will be able to log on to the CRA *Represent a Client* service immediately after this process is complete.

- On the CRA Web site, log on to the *Represent a Client* service, using your CRA user ID and password, then register your firm (using your business number), or yourself, to receive a GroupID or a RepID.



Note: If you want any of your employees to also have online access to client information, those employees will also need to obtain a RepID from the CRA as explained in step 1.

- Obtain authorization from your clients

- In *Personal Taxprep*, complete the **AUTHORIZATION FORMS** tab of the chosen preparer profiles by selecting the **Authorizing online access** check box and entering your Business Number, GroupID or RepID. Then, verify that Form T1013 is applicable for printing and eligible for electronic filing.

- To obtain online access to your clients' data before preparing their tax return, you can print and have them sign Form T1013 when they bring their source documents to your office. If you want to print Form T1013 for several clients at a time, you can create a print format used solely to print this form. You can then select, from the Client Manager, the files or clients for which you want to print Form T1013, and use the previously created print format.
- Use the **Transmission/T1013** command in *Personal Taxprep* to transmit Form T1013 once it has been signed. This can also be done for several clients at the same time using the Client Manager.

Additional info

- The best practice for a firm to request authorization via Form T1013 is to do it based on the Business Number(or GroupID), instead of an individual RepID. This prevents having to get a new authorization

should the employee using the RepID leave your firm. This also allows your firm to easily create groups of employees so you can better control who has access to your client information.

- The CRA recently announced that starting in February, the approval process for Form T1013 will be immediate when using this electronic transmission process.
- Furthermore, the CRA announced that after this tax season, it will be possible to submit post-assessment requested support documents (such as medical or donation receipts) via the *Represent a Client* service.

For more details on using this service, go to:

<http://www.cra-arc.gc.ca/esrvc-srvce/tx/rprsnttvs/hwts-eng.html>

Québec

Question FT12014-011

RL-31 slip – Filing of the new RL-31 slips by the owners of rental apartment buildings

[Download the client filter and diagnostic template](#)

QUESTION

How do I identify my clients who will have to file the new RL-31 slip, *Information About a Leased Dwelling*?

ANSWER

In its 2015-2016 Budget, the Québec government announced that starting with the 2015 taxation year, any landlord should remit a slip to tenants and subtenants (provided the landlord agreed to sublet) of an eligible dwelling. This slip, named RL-31 slip, will be used to apply the component relating to the dwelling of the solidarity tax credit and will have to be filed on or before February 29, 2016.

Consult *Revenu Québec's* Web site at the following address for more information with regards to the filing of the RL-31 slip:

[http://www.revenuquebec.ca/en/salle-de-presse/nouvelles-fiscales/2015/2015-10-20\(1\).aspx](http://www.revenuquebec.ca/en/salle-de-presse/nouvelles-fiscales/2015/2015-10-20(1).aspx).

The RL-31 slip will be included in the 2015 version of *Taxprep Forms* which will be released in December, and the data entry screen used to prepare this slip is already available in *Taxprep Forms 2014 v.4.0*.

A client filter and diagnostic template has been created to allow you to identify the clients for whom you have filed, in 2014, a Form T776, *Statement of Real Estate Rentals*, for a property located in Québec. You can download this template by clicking the button for that purpose above.

Question FT12014-008

Québec residents - Childcare expenses - Additional contribution for subsidized childcare services - Planner Mode

[Download the client filter and diagnostic template](#)

[Download the letter template](#)

QUESTION

For the 2015 taxation year, the taxpayer will have to pay an additional contribution for subsidized childcare services when filing the Québec income tax return. How do I proceed to determine the amount of this additional contribution?

ANSWER

In order for you to be able to determine the additional contribution for subsidized childcare services, where applicable, a section has been added to Form CARE, *Child Care Expenses* (Jump Code: **CARE**), in Planner Mode. In this new section, just enter the required information, and *Personal Taxprep* will calculate the additional contribution that will be due and payable on the 2015 tax return.

Québec only – Additional subsidized childcare contribution

Since April 22, 2015, subsidized childcare fees include a basic contribution of \$7.30 per day, per child, and an additional contribution adjusted to the family income. This additional contribution will have to be paid in the TP1 return and will be paid according to the following:

- If the family income for 2014 is more than \$50,000 but no more than \$75,000, the additional contribution amount will be \$0.70 per day, per child.
- If the family income for 2014 is more than \$75,000 \$ but no more than \$155,000, the additional contribution amount will vary between \$0.70 and \$12.70 per day, per child.
- If the family income for 2014 is more than \$155,000, the additional contribution amount will be \$12.70 \$ per day, per child.

It is important to note that the additional amount only applies for the first two children who attend a subsidized childcare service.

In addition, to determine the additional contribution amount that the taxpayer will have to pay for 2015, the 2014 family income must be taken into account. However, if the 2014 or 2015 family income is \$50,000 or less, the taxpayer will not have to pay an additional contribution.

Information about the income

	Taxpayer	Spouse	Family income
Net income per line 275 of the 2014 TP1 return	0 00	0 00	0 00
Net income per line 275 of the 2015 TP1 return	0 00	0 00	0 00
Family income used to calculate the additional contribution			0 00

Calculation of the additional subsidized childcare contribution

Childcare fees paid for:

Number of days of care (after April 21, 2015):

Additional contribution amount for this child: 0|00

Childcare fees paid for:

Number of days of care (after April 21, 2015):

Additional contribution amount for this child: 0|00

Additional contribution amount. This amount will be updated to the TP1 return. 0|00

Note that the additional contribution gives rise to the federal child care expense deduction.

Still in Planner Mode, a line has been added in the TP1 return so that the amount of the additional contribution for subsidized childcare services is added to the amount calculated on line 450.

Health contribution	Number of dependent children	448.1	0		
Complete Work chart 448 or enter the number corresponding to your situation in box 448.2		448.2	10	+	448
Additional subsidized childcare contribution				+	0 00
Add lines 432 through 448.	Income tax and contributions			=	450

IMPORTANT NOTE: There will be no additional contribution for subsidized childcare services payable for children who attended school-based child care. The term “subsidized child care services” excludes school-based child care services.

A customized letter template that can be used in Planner Mode has been created. This template allows you to offer your clients a summary of this new measure and indicate to those clients the amount of the additional contribution for subsidized childcare services payable for 2015. You can download this template by clicking the button for that purpose above.

Question FT12014-004

TP1 - Capital Gains Deduction on Qualified Property

[Download the client filter and diagnostic template](#)

QUESTION

How do I proceed when the capital gains deduction is claimed at the federal level and in Québec?

ANSWER

If the capital gains deduction is claimed on line 254 of the T1 return and on line 292 of the Québec return, a paper copy of federal Form T657, *Calculation of Capital Gains Deduction* (Jump Code: 657), must be mailed to *Revenu Québec*.

Therefore, if you are EFILING the return, you must mail this form duly completed to the following address: C. P. 3000, succursale Place-Desjardins, Montréal (Québec) H5B 1A4. In addition, you must enclose with the form a letter indicating that the taxpayer elected, at the federal level, to claim the capital gains deduction. The “EFILE” predefined print format has been adjusted in version 3.0 to include Form T657 (Jump Code: Q657).

If you are paper filing the return, you must enclose this form duly completed and a letter indicating that the taxpayer elected, at the federal level, to claim the capital gains deduction. The “Govt” predefined print format has been adjusted in version 3.0 to include Form T657 with the Québec return.

Therefore, you must modify your customized print formats in both cases by selecting *If applicable* for Form T657 (Jump Code: Q657) in the **Print when?** column.

Question FT12014-005

Schedule G - Capital Gains and Losses

[Download the client filter and diagnostic template](#)

QUESTION

How should I proceed when a provision relating to dispositions of capital property is claimed both at the federal level and in Québec?

ANSWER

If a provision relating to dispositions of capital property is claimed in federal Form T2017 and in Québec Schedule G, a paper copy of federal Form T2017, *Summary of Reserves on Dispositions of Capital Property* (Jump Code: 2017), must be sent to *Revenu Québec*.

Therefore, if you are transmitting the return electronically, you must mail this form duly completed to the following address: C. P. 3000, succursale Place-Desjardins, Montréal (Québec) H5B 1A4. In addition, you must enclose with the form a letter indicating that the taxpayer elected, at the federal level, to claim a provision relating to dispositions of capital property. The “EFILE” predefined print format has been adjusted in version 4.0 to include Form T2017.

If you are paper filing, you will have to enclose with the return this form duly completed and a letter indicating that the taxpayer elected, at the federal level, to claim a provision relating to dispositions of capital property. The “Govt” predefined print format has been adjusted in version 4.0 to include Form T2017 with the Québec return.

In both cases, you will have to modify your customized print formats by selecting *If applicable* for Form T2017 (Jump Code: Q2017) in the **Print when?** column.

T5013 and RL-15 slips

Question FT12014-007

T5013 and RL-15 slips - Various questions

[Download the client filter and diagnostic templates](#)

QUESTION

My client received a T5013 slip on which the following amounts are shown:

Box 030	\$10,000
Box 151	\$10,000
Box 151 ON	\$10,250
Box 156 AUS	(\$50)
Box 156 GBR	(\$200)

If I enter all of these amounts in the data entry screen of the T5013 slip, I get a capital gain of \$20,250 on line 174 of Schedule 3. It seems to me that this amount is overstated. Is that the case?

ANSWER

In essence, the amount of capital gain calculated in box on line 174 of Schedule 3 is overstated. In this particular case, you should not enter the amount from box 151 ON. The amount of capital gain calculated on line 174 of Schedule 3 should correspond to the amount in box 30 of the T5013 slip.

QUESTION

My client received a T5013 slip on which the following amounts are shown:

Box 135	\$126.82
Box 135 (BMU)	\$126.82

If I enter these amounts in the data entry screen of the T5013 slip, I get an investment income of \$253.64 on line 121 of Schedule 4. It seems to me that this amount is overstated. Is that the case?

ANSWER

It was brought to our attention that certain T5013 slips have been issued with boxes 135 that have no country code.

As per CRA instructions, a box 135 on a T5013 slip should be accompanied by a country code identifying the origin of the foreign dividend and interest income.

When you have a T5013 slip with two boxes 135 containing the same amount and one of these boxes has no country code, you should not enter the amount of this box.

Note that we have noticed similar situations with respect to box 146, *Other investment income*.

In case of doubt, we suggest that you contact the slip issuer or that you verify the amounts to report on the tax return by accessing the Tax Information page of the partnership's Web site.

Example:

In the T5013 slip capture below, the actual foreign dividend and interest income is \$126.82 and not \$253.64 (2 x \$126.82). You should only enter the amount from box 135 for which a “BMU” country code is specified.

Partner code Code de l'associé	Country code Code du pays	Recipient Type Type du bénéficiaire	Partner's share (%) of partnership Part de l'associé (%) dans la société de personnes
002 0	003 CAN	004 1	005 0.00020920
Total limited partner business income (loss) Total du revenu (de la perte) d'entreprise du commanditaire		Total business income (loss) Total du revenu (de la perte) d'entreprise	
010 0 00		020 0 00	
Total capital gains (losses) Total des gains (pertes) en capital		Capital cost allowance Déduction pour amortissement	
030 0 00		040 0 00	
Box - Case Code	Amount - Montant	Box - Case Code	Amount - Montant
113	150 34		
128	46 94		
132	271 73		
133	374 99		
134	56 32		
135	126 82		
135 BMU	126 82		

QUESTION

In the RL-15 slip, is it normal to have an amount in box 45, *Eligible taxable capital gains amount on resource property*, but no amount in box 12-2, *Capital gains (or losses) on other resource property*?

ANSWER

If there is an amount in box 45 of the RL-15 slip, there ought to be an amount in box 12-2. This amount should be at least equal to double the amount in box 45. The amount in box 12-2 is sometimes entered by way of a note in the RL-15 slip or in the “Other information” section of the T5013 slip. You can also obtain information with respect to boxes 12-2 and 45 on the Web site of the partnership that issued the slip or with the stockbroker with whom your client dealt with for the purchase of shares in the partnership.

QUESTION

My client received an RL-15 slip on which amounts are shown in boxes 62, *Québec exploration expenses*, and 63, *Québec surface mining and oil and gas exploration expenses*. I know that an additional deduction can be claimed with regards to these exploration expenses on line 287 of the TP1 return. How can I determine this deduction amount?

ANSWER

The Québec exploration expenses incurred before June 5, 2014, qualify for an additional deduction of 25%. These expenses are entered in box 62-2 of the RL-15 slip.

The Québec exploration expenses incurred after June 4, 2014, qualify for an additional deduction of 10%. These expenses are entered in box 62-1 of the RL-15 slip.

The Québec surface mining and oil and gas exploration expenses incurred before June 5, 2014, qualify for an additional deduction of 25%. These expenses are entered in box 63-2 of the RL-15 slip.

The Québec surface mining and oil and gas exploration expenses incurred after June 4, 2014, qualify for an additional deduction of 10%. These expenses are entered in box 63-1 of the RL-15 slip.

Boxes 62-1, 62-2, 63-1 and 63-2 should display in the section relating to additional information of the RL-15 slip. However, this information might not show on the slip. Because the rate of the additional deduction decreased from 25% to 10% in 2014, it is very important that you determine the exact rate that must be applied for the calculation of the additional deduction. You can generally obtain information with respect to deductions relating to exploration expenses on the Web site of the partnership or with the stockbroker with whom your client dealt with for the purchase of shares in the partnership.

InfoConnect

Question FT12014-002

InfoConnect functionality

QUESTION

What is InfoConnect?

ANSWER

InfoConnect is a functionality that displays, for the current field or form in *Taxprep*, an excerpt of the *Income Tax Act* or Wolters Kluwer's tax research material, such as *Preparing Your Income Tax Returns*, available from the *IntelliConnect* platform:

The screenshot shows the Taxprep software interface for a client named Robert Taylor. A question is displayed: "Please answer the following question: Did you own or hold foreign property at any time in 2014 with a total cost of more than CAN\$100,000? See 'Foreign income' in the guide for more information." The user has selected "Yes" (1) and "No" (2). Below the question is a table of income sources:

As a resident of Canada, you have to report your income from all sources both inside and outside		
Total income		
Employment income (box 14 of all T4 slips)	101	
Commissions included on line 101 (box 42 of all T4 slips)	102	0.00
Wage loss replacement contributions (see line 101 in the guide)	103	0.00
Other employment income	104	
Old age security pension (box 18 of the T4A(OAS) slip)	113	
CPP or QPP benefits (box 20 of the T4A(P) slip)	114	
Disability benefits included on line 114 (box 16 of the T4A(P) slip)	152	0.00
Other pensions and superannuation	115	0.00
Elected split-pension amount (attach Form T1032)	116	0.00
Universal child care benefit (UCCB)	117	0.00
UCCB amount designated to a dependent	185	0.00

A pop-up window titled "[1496] Foreign investments, offshore transfers, and foreign receipts" is overlaid on the right side of the screen. It contains text explaining that Canadian residents are taxed on world income and provides a link to "Learn more".

Click the InfoConnect insight to instantly access your subscriptions in *IntelliConnect* using your Web browser.

Free 15-day trial of IntelliConnect

If you are not already a subscriber, complete the sign-up form that displays after clicking the InfoConnect insight. You will then receive a confirmation e-mail with an activation link that will allow you to benefit from a free trial of *IntelliConnect*.

[See the video](#) (1:02)

Already an IntelliConnect subscriber?

To access your *IntelliConnect* subscriptions from the InfoConnect insight, proceed as follows:

1. In *Taxprep*, select **Tools/Options** and **Settings/Options/Tax Research**.
2. Clear the **Free trial** check box.
3. Enter your *IntelliConnect* User ID and Password.

[See the video](#) (0:38)

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