



Return of Fuel Charge Proceeds to Farmers Tax Credit

- Fill in this form if you are a self-employed farmer or are an individual who is a member of a partnership who operates a farming business with one or more permanent establishment(s) in one or more of the following designated provinces: Ontario (ON), Manitoba (MB), Saskatchewan (SK) or Alberta (AB).
- If you operate multiple farming businesses, fill in only one Form T2043 and attach the applicable additional calculation chart(s) for each of your farming businesses.
- Attach this form and additional calculation chart(s), if applicable, to your income tax and benefit return.

67062 ☐ Tick this box if you have multiple farming businesses with one or more permanent establishment(s) in multiple provinces or territories.

How to fill in this form

Fill in Parts 1, 2 and 5 if you have:

- one farming business with one or more permanent establishment(s) in only one designated province
- multiple farming businesses, each of which have one or more permanent establishment(s) in the same designated province
- multiple farming businesses, where, for example, one business has one or more permanent establishment(s) in only one designated province and another business has one or more permanent establishment(s) in a different designated province

Fill in Parts 1, 3, 4 and 5 if your farming business operates in more than one province or territory, where at least one is a designated province.

If you are an individual who did not incur any farming expenses, but you are a member of a partnership that incurred farming expenses, only fill in lines 67077 and 67078 in Part 5.

To fill in this form, you will need to refer to the Form(s) T2042, Statement of Farming Activities, you filed for your business(es). If you are participating in the AgriStability and AgriInvest programs, refer to the following applicable forms instead:

- Form T1163, Statement A – AgriStability and AgriInvest Programs Information and Statement of Farming Activities for Individuals
- Form T1164, Statement B – AgriStability and AgriInvest Programs Information and Statement of Farming Activities for Additional Farming Operations
- Form T1273, Statement A – Harmonized AgriStability and AgriInvest Programs Information and Statement of Farming Activities for Individuals
- Form T1274, Statement B – Harmonized AgriStability and AgriInvest Programs Information and Statement of Farming Activities for Additional Farming Operations

Part 1 – Gross eligible farming expenses

Fill in a separate Chart A for each business.

Total gross eligible farming expenses for all of your businesses. Add amount 6 of every Chart A.

See **note 1**

67061 _____

Note 1: If your total gross eligible farming expenses for all businesses are \$25,000 or more, you are eligible to claim the tax credit.

Part 2 – Return of Fuel Charge Proceeds to Farmers Tax Credit (one designated province per farming business)

Fill in Part 2 for your farming businesses that have one or more permanent establishment(s) that operate in only one of the designated provinces.

Add all eligible farming expenses in ON from amount 6 of Chart A	67063	×	ON payment rate 0.147% =	2A
Add all eligible farming expenses in MB from amount 6 of Chart A	67064	×	MB payment rate 0.147% =	2B
Add all eligible farming expenses in SK from amount 6 of Chart A	67065	×	SK payment rate 0.147% =	2C
Add all eligible farming expenses in AB from amount 6 of Chart A	67066	×	AB payment rate 0.147% =	2D
Total: Add amounts 2A to 2D. Enter this amount at amount 5A				2E

Part 3 – Summary of allocation of eligible farming expenses to a designated province

Fill in a separate Chart B for each farming business with one or more permanent establishment(s) in more than one province or territory, where at least one province is a designated province, to allocate eligible farming expenses to a designated province.

Gross income of the farming businesses reasonably allocated to the permanent establishment(s) in the designated province(s)

Add all ON amounts from row 1 of every Chart B	67067	
Add all MB amounts from row 1 of every Chart B	67068	
Add all SK amounts from row 1 of every Chart B	67069	
Add all AB amounts from row 1 of every Chart B	67070	

Salaries and wages paid to employees of the farming businesses reasonably allocated to the designated province(s)

Add all ON amounts from row 4 of every Chart B	67071	
Add all MB amounts from row 4 of every Chart B	67072	
Add all SK amounts from row 4 of every Chart B	67073	
Add all AB amounts from row 4 of every Chart B	67074	
Total gross income in all provinces and territories from all farming businesses: Add the amount from row 2 of every Chart B you fill in	67075	
Total salaries and wages paid to employees in all provinces and territories from all farming businesses: Add the amount from row 5 of every Chart B you fill in	67076	

Part 4 – Return of Fuel Charge Proceeds to Farmers Tax Credit (farming business in more than one province or territory, where at least one province is a designated province)

Fill in Part 4 to determine your eligible tax credit claim for each designated province in which your farming businesses operate.

Fill in a separate Chart C for each farming business.

Total tax credit in ON for all businesses: Add amount 7 of every Chart C	4A
Total tax credit in MB for all businesses: Add amount 8 of every Chart C	4B
Total tax credit in SK for all businesses: Add amount 9 of every Chart C	4C
Total tax credit in AB for all businesses: Add amount 10 of every Chart C	4D
Total: Add amounts 4A to 4D. Enter this amount at amount 5B	4E

Part 5 – Total Return of Fuel Charge Proceeds to Farmers Tax Credit

Fill in Part 5 to determine your total tax credit for all of your farming businesses.

Enter amount from 2E 5A

Enter amount from 4E 5B

Partnership allocation (box 237 from each of your T5013 slips, Statement of Partnership Income, or amounts provided by your partnership(s) in a letter if no T5013, Partnership Information Return, was filed). See **note 2** **67077** •

Total tax credit for all businesses: Amount 5A **plus** amount 5B **plus** line 67077. Enter this amount on line 47556 of your income tax and benefit return. See **note 3** **67078** •

Note 2: The credit allocated to an individual who is a member of a partnership is considered assistance. Therefore, you must include the portion of the credit allocated to each business from line 67077 in the calculation of your net farming income at amount 5B of the respective Form T2042, in the tax year the credit is claimed.

If you participate in the AgriStability and AgriInvest programs, include these amounts at amount E of the respective Forms T1163, T1164, T1273 or T1274 instead.

Note 3: The credit for a self-employed farmer is considered assistance. Therefore, you must include the portion of the credit allocated to each business from amounts 5A and 5B of this form in the calculation of your gross farming income at line 9600 of the respective Form T2042, in the tax year the credit is claimed.

If you participate in the AgriStability and AgriInvest programs, include these amounts at line 9600 of the respective Forms T1163, T1164, T1273 or T1274 instead.

This credit cannot be shared with another individual.

Chart A – Gross eligible farming expenses

If you are participating in the AgriStability and AgrilInvest programs, see **note 4**.

Total farming expenses (line 9898 of Form T2042).....	_____	1
Mandatory inventory adjustments (line 9937 of Form T2042).....	_____	2
Optional inventory adjustments (line 9938 of Form T2042)	_____	3
Non-arm's length transactions (total of all expenses incurred in a non-arm's length transaction in Part 4 of Form T2042)	_____	4
Subtotal: Add amounts 2, 3 and 4	_____	5
Gross eligible farming expenses: Amount 1 minus amount 5.....	=====	6

Add amount 6 to line 67061 of Part 1.

Note 4: If you are participating in the AgriStability and AgrilInvest programs, refer to the applicable Form T1163, T1164, T1273 or T1274 filed for your business instead of Form T2042. If you are using any of these forms, enter the following amounts:

- amount from line 9968 at amount 1
- amount from line 9937 at amount 2
- amount from line 9938 at amount 3
- total of all expenses incurred in a non-arm's length transaction from the "Expenses" section at amount 4

Chart B – Calculation of allocation of eligible farming expenses to a designated province

	ON	MB	SK	AB
1. Gross income (\$) of the farming business reasonably allocated to the permanent establishment(s) in the designated province (applicable portion of line 9659 of Form T2042, excluding the tax credit). See note 5				
2. Total gross income (\$) of the farming business in all provinces and territories (line 9659 of Form T2042, excluding the tax credit). See note 6				
3. Percentage (%) of gross income allocated to the designated province. Row 1 divided by row 2				
4. Salaries and wages paid (\$) to employees of the farming business reasonably allocated to the permanent establishment(s) in the designated province (applicable portion of line 9814 of Form T2042). See note 7				
5. Total salaries and wages paid (\$) to employees of the farming business in all provinces and territories (line 9814 of Form T2042). See note 8				
6. Percentage (%) of salaries and wages allocated to the designated province. Row 4 divided by row 5				
7. Total percentage (%) of expenses. Row 3 plus row 6				
8. Percentage (%) of expenses allocated to the designated province. Row 7 multiplied by 50%. See note 9				
9. Eligible farming expenses (\$) of the farming business allocated to the designated province. Row 8 multiplied by amount 6 in Chart A for this business				

Note 5: If you are participating in the AgriStability and AgrilInvest programs, enter the applicable portion of line 9959 of the applicable Form T1163, T1164, T1273 or T1274 instead.

The gross income has to be allocated in accordance with section 2603 of the Income Tax Regulations. Add the amounts from row 1 to the appropriate line for the corresponding designated province in Part 3 (lines 67067, 67068, 67069 and 67070).

Note 6: If you are participating in the AgriStability and AgrilInvest programs, enter the total of line 9959 of the applicable Form T1163, T1164, T1273 or T1274 instead.

Add the total gross income of the farming business in all provinces and territories to line 67075 in Part 3.

Note 7: If you are participating in the AgriStability and AgrilInvest programs, enter the applicable portion of lines 9815 and 9816 of the applicable Form T1163, T1164, T1273 or T1274 instead.

The salaries and wages paid to employees have to be allocated in accordance with section 2603 of the Income Tax Regulations. Add the amounts from row 4 to the appropriate line for the corresponding designated province in Part 3 (lines 67071, 67072, 67073 and 67074).

Note 8: If you are participating in the AgriStability and AgrilInvest programs, enter the total of lines 9815 and 9816 of the applicable Form T1163, T1164, T1273 or T1274 instead.

Add the total salaries and wages paid to employees of the farming business in all provinces and territories to line 67076 in Part 3.

Note 9: If either the total gross income from row 2 or the total salaries and wages from row 5 is NIL, do not multiply row 7 by 50%.

Chart C – Return of Fuel Charge Proceeds to Farmers Tax Credit (farming business in more than one province or territory, where at least one province is a designated province)

Eligible farming expenses in ON from row 9 of Chart B. Add amount 7 at amount 4A	_____	× ON payment rate 0.147% = _____	7
Eligible farming expenses in MB from row 9 of Chart B. Add amount 8 at amount 4B	_____	× MB payment rate 0.147% = _____	8
Eligible farming expenses in SK from row 9 of Chart B. Add amount 9 at amount 4C	_____	× SK payment rate 0.147% = _____	9
Eligible farming expenses in AB from row 9 of Chart B. Add amount 10 at amount 4D	_____	× AB payment rate 0.147% = _____	10

See the privacy notice on your return.