



Charitable Donations and Gifts (2014 and later tax years)

Corporation's name	Business number	Year	Tax year-end Month	Day
--------------------	-----------------	------	-----------------------	-----

- For use by corporations to claim any of the following:
 - the eligible amount of charitable donations to qualified donees;
 - the Ontario community food program donation tax credit for farmers;
 - the eligible amount of gifts to Canada, a province, or a territory;
 - 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.
- All legislative references are the federal *Income Tax Act*, unless otherwise specified.
- 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 are eligible for a 5-year carryforward except for gifts of certified ecologically sensitive land made after February 10, 2014, which are eligible for a 10-year carryforward.
- 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) of the federal Act.
- Subsection 110.1(1.2) of the federal Act 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 to a qualifying organization for activities outside of Canada may be eligible for an additional deduction. Calculate the additional deduction in Part 6.
- File one completed copy of this schedule with your *T2 Corporation Income Tax Return*.
- For more information, see the *T2 Corporation - Income Tax Guide*.

Part 1 – Charitable donations

Charitable donations at the end of the previous tax year		A
Deduct: Charitable donations expired after five tax years	239	
Charitable donations at the beginning of the current tax year	240	B
Add:		
Charitable donations transferred on an amalgamation or the wind-up of a subsidiary	250	
Total charitable donations made in the current year (enter this amount on line 112 of Schedule 1)	210	
Subtotal (line 250 plus line 210)		C
Subtotal (amount B plus amount C)		D
Deduct: Adjustment for an acquisition of control	255	
Total charitable donations available (amount D minus amount on line 255)		E
Deduct: Amount applied in the current year against taxable income (cannot be more than amount O in Part 2) (enter this amount on line 311 of the T2 return)	260	
Charitable donations closing balance (amount E minus amount on line 260)	280	
Ontario community food program donation 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 the amount from line 1 on line 420 of Schedule 5, *Tax Calculation Supplementary – Corporations*. The maximum amount you can claim in the current year is whichever is less; the Ontario income tax otherwise payable or the amount on line 1. For more information, see section 103.1.2 of the *Taxation Act, 2007* (Ontario).

Part 2 – Calculation of the maximum allowable deduction for charitable donations

Net income for tax purposes* multiplied by 75%	_____	F
Taxable capital gains arising in respect of gifts of capital property included in Part 1**	225 _____	G
Taxable capital gain in respect of a disposition of a non-qualifying security under subsection 40(1.01)	227 _____	H
The amount of the recapture of capital cost allowance in respect of charitable donations	230 _____	
Proceeds of disposition, less outlays and expenses**	_____ I	
Capital cost**	_____ J	
Amount I or J, whichever is less	235 _____	
Amount on line 230 or 235, whichever is less	_____	K
Subtotal (add amounts G, H, and K)	_____	L
	Amount L multiplied by 25%	M
	Subtotal (amount F plus amount M)	N
Maximum allowable deduction for charitable donations (enter amount E from Part 1, amount N, or net income for tax purposes, whichever is less)	_____	O

* 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.

** 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 to Canada, a province, or a territory

Gifts to Canada, a province, or a territory at the end of the previous tax year	_____	A
Deduct: Gifts to Canada, a province, or a territory expired after five tax years	339 _____	
Gifts to Canada, a province, or a territory at the beginning of the current tax year	340 _____	B
Add:		
Gifts to Canada, a province, or a territory transferred on an amalgamation or the wind-up of a subsidiary	350 _____	
Total gifts made to Canada, a province, or a territory in the current year*	310 _____	
Subtotal (line 350 plus line 310)	_____	C
Subtotal (amount B plus amount C)	_____	D
Deduct:		
Adjustment for an acquisition of control	355 _____	
Amount applied in the current year against taxable income (enter this amount on line 312 of the T2 return)	360 _____	
Subtotal (line 355 plus line 360)	_____	E
Gifts to Canada, a province, or a territory closing balance (amount D minus amount E)	380 _____	

* Not applicable for gifts made after February 18, 1997, unless a written agreement was made before this date. If no written agreement exists, enter the amount on line 210 and complete Part 2.

Part 4 – Gifts of certified cultural property

Gifts of certified cultural property at the end of the previous tax year			F
Deduct: Gifts of certified cultural property expired after five tax years		439	
Gifts of certified cultural property at the beginning of the current tax year		440	G
Add:			
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	410		
	Subtotal (line 450 plus line 410)		H
		Subtotal (amount G plus amount H)	I
Deduct:			
Adjustment for an acquisition of control.	455		
Amount applied in the current year against taxable income	460		
(enter this amount on line 313 of the T2 return)			
	Subtotal (line 455 plus line 460)		J
Gifts of certified cultural property closing balance (amount I minus amount J)		480	

Part 5 – Gifts of certified ecologically sensitive land

Gifts of certified ecologically sensitive land at the end of the previous tax year			K
Deduct: 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		540	L
Add:			
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 made before February 11, 2014	510		
Total current-year gifts of certified ecologically sensitive land made after February 10, 2014	520		
	Subtotal (add lines 550, 510, and 520)		M
		Subtotal (amount L plus amount M)	N
Deduct:			
Adjustment for an acquisition of control.	555		
Amount applied in the current year against taxable income	560		
(enter this amount on line 314 of the T2 return)			
	Subtotal (line 555 plus line 560)		O
Gifts of certified ecologically sensitive land closing balance (amount N minus amount O)		580	

Part 6 – Additional deduction for gifts of medicine

Additional deduction for gifts of medicine at the end of the previous tax year P

Deduct: Additional deduction for gifts of medicine expired after five tax years **639**Additional deduction for gifts of medicine at the beginning of the current tax year **640** Q**Add:**Additional deduction for gifts of medicine transferred on an amalgamation or the
wind-up of a subsidiary **650**

Additional deduction for gifts of medicine for the current year:

Proceeds of disposition **602** 1Cost of gifts of medicine **601** 2Subtotal (line 1 **minus** line 2) 3Line 3 **multiplied** by 50% 4Eligible amount of gifts **600** 5
$$a \times \left(\frac{b}{c} \right) = \text{Additional deduction for gifts of medicine for the current year } \mathbf{610} \dots\dots\dots$$

where:

a is the **lesser** of line 2 and line 4**b** is the eligible amount of gifts (line 600)**c** is the proceeds of disposition (line 602)Subtotal (line 650 **plus** line 610) **▶** RSubtotal (amount Q **plus** amount R) S**Deduct:**Adjustment for an acquisition of control. **655**Amount applied in the current year against taxable income **660**
(enter this amount on line 315 of the T2 return)Subtotal (line 655 **plus** line 660) **▶** TAdditional deduction for gifts of medicine closing balance (amount S **minus** amount T) **680**

Part 7 – Amount available for carryforward by year of origin

You can complete this part to show all the donations and gifts from previous years available for carryforward by year of origin. This will help you determine the amount that could expire in following years.

Year of origin YYYY-MM-DD	Charitable donations available for carryforward	Gifts to Canada, a province, or a territory available for carryforward	Gifts of certified cultural property available for carryforward	Gifts of certified ecologically sensitive land available for carryforward		Additional deduction for gifts of medicine available for carryforward
				Gifts made before February 11, 2014	Gifts made after February 10, 2014	
Totals						