



## Charitable Donations and Gifts (2017 and later tax years)

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

- 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 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. 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.
- A gift of medicine 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 a 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	_____	1A
Charitable donations expired after five tax years	<b>239</b> _____	
Charitable donations at the beginning of the current tax year (amount 1A <b>minus</b> line 239)	<b>240</b> _____	
Charitable donations transferred on an amalgamation or the wind-up of a subsidiary	<b>250</b> _____	
Total charitable donations made in the current year	<b>210</b> _____	
Include on line 112 of Schedule 1 <i>Net Income (Loss) for Income Tax Purposes</i>		
Subtotal (line 250 <b>plus</b> line 210)	_____ ►	1B
Subtotal (line 240 <b>plus</b> amount 1B)	_____	1C
Adjustment for an acquisition of control	<b>255</b> _____	
Total charitable donations available (amount 1C <b>minus</b> line 255)	_____	1D
Amount applied in the current year against taxable income (cannot be more than amount 2H in Part 2)	<b>260</b> _____	
Enter on line 311 of the T2 return		
Charitable donations closing balance (amount 1D <b>minus</b> line 260)	<b>280</b> _____	

**Part 1 – Charitable donations (continued)**

The amount of qualifying donations for the Ontario community food program donation tax credit for farmers included in line 260 (for donations made after December 31, 2013) ..... **262** \_\_\_\_\_

Ontario community food program donation tax credit for farmers (line 262 **multiplied** by 25%) .... \_\_\_\_\_ 1E

Enter amount 1E 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 amount 1E. 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 line 260 (for donations made after December 31, 2015) ..... **263** \_\_\_\_\_

Nova Scotia food bank tax credit for farmers (line 263 **multiplied** by 25%) ..... \_\_\_\_\_ 1F

Enter amount 1F on line 570 of Schedule 5 *Tax Calculation Supplementary – Corporations*. The maximum amount you can claim in the current year is whichever is less: the Nova Scotia income tax otherwise payable or amount 1F. 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 line 260 (for donations made after February 16, 2016 and before January 1, 2019) ..... **265** \_\_\_\_\_

British Columbia farmers' food donation tax credit (line 265 **multiplied** by 25%) ..... \_\_\_\_\_ 1G

Enter amount 1G on line 683 of Schedule 5 *Tax Calculation Supplementary – Corporations*. The maximum amount you can claim in the current year is whichever is less: the British Columbia income tax otherwise payable or amount 1G. For more information, see section 20.1 of the *British Columbia Income Tax Act*.

**Part 2 – Maximum allowable deduction for charitable donations**

Net income for tax purposes\* **multiplied** by 75% ..... \_\_\_\_\_ 2A

Taxable capital gains arising in respect of gifts of capital property included in Part 1\*\* ..... **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\*\* ..... \_\_\_\_\_ 2B

Capital cost\*\* ..... \_\_\_\_\_ 2C

Amount 2B or 2C, whichever is less ..... **235** \_\_\_\_\_

Line 230 or 235, whichever is less ..... \_\_\_\_\_ 2D

Subtotal (**add** lines 225, 227 and amount 2D) ..... \_\_\_\_\_ 2E

Amount 2E **multiplied** by 25% ..... \_\_\_\_\_ 2F

Subtotal (amount 2A **plus** amount 2F) ..... \_\_\_\_\_ 2G

**Maximum allowable deduction for charitable donations** (amount 1D from Part 1, amount 2G, or net income for tax purposes, whichever is less) ..... \_\_\_\_\_ 2H

\* 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 of certified cultural property**

Gifts of certified cultural property at the end of the previous tax year .....		3A
Gifts of certified cultural property expired after five tax years .....	<b>439</b>	
Gifts of certified cultural property at the beginning of the current tax year (amount 3A <b>minus</b> line 439) .....	<b>440</b>	
Gifts of certified cultural property transferred on an amalgamation or the wind-up of a subsidiary .....	<b>450</b>	
Total gifts of certified cultural property in the current year .....	<b>410</b>	
Include on line 112 of Schedule 1		
Subtotal (line 450 <b>plus</b> line 410) .....		3B
Subtotal (line 440 <b>plus</b> amount 3B) .....		3C
Adjustment for an acquisition of control .....	<b>455</b>	
Amount applied in the current year against taxable income .....	<b>460</b>	
Enter on line 313 of the T2 return		
Subtotal (line 455 <b>plus</b> line 460) .....		3D
Gifts of certified cultural property closing balance (amount 3C <b>minus</b> amount 3D) .....	<b>480</b>	

**Part 4 – Gifts of certified ecologically sensitive land**

Gifts of certified ecologically sensitive land at the end of the previous tax year .....		4A
Gifts of certified ecologically sensitive land expired after 5 tax years, or after 10 tax years for gifts made after February 10, 2014 .....	<b>539</b>	
Gifts of certified ecologically sensitive land at the beginning of the current tax year (amount 4A <b>minus</b> line 539) .....	<b>540</b>	
Gifts of certified ecologically sensitive land transferred on an amalgamation or the wind-up of a subsidiary .....	<b>550</b>	
Total current-year gifts of certified ecologically sensitive land made before February 11, 2014 . . . (include on line 112 of Schedule 1) .....	<b>510</b>	
Total current-year gifts of certified ecologically sensitive land made after February 10, 2014 . . . (include on line 112 of Schedule 1) .....	<b>520</b>	
Subtotal ( <b>add</b> lines 550, 510, and 520) .....		4B
Subtotal (line 540 <b>plus</b> amount 4B) .....		4C
Adjustment for an acquisition of control .....	<b>555</b>	
Amount applied in the current year against taxable income .....	<b>560</b>	
Enter on line 314 of the T2 return		
Subtotal (line 555 <b>plus</b> line 560) .....		4D
Gifts of certified ecologically sensitive land closing balance (amount 4C <b>minus</b> amount 4D) .....	<b>580</b>	

**Part 5 – Additional deduction for gifts of medicine**

Additional deduction for gifts of medicine at the end of the previous tax year ..... 5A

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 (amount 5A **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) ..... 5BAmount 5B **multiplied** by 50% ..... 5CEligible amount of gifts ..... **600** .....Additional deduction for gifts of medicine made before March 22, 2017 ..... a  $\times \left( \frac{b}{c} \right) =$  **610** .....

where:

**a** is the **lesser** of line 601 and amount 5C**b** is the eligible amount of gifts (line 600)**c** is the proceeds of disposition (line 602)Subtotal (line 650 **plus** line 610) ..... **5D**Subtotal (line 640 **plus** amount 5D) ..... 5EAdjustment for an acquisition of control ..... **655** .....Amount applied in the current year against taxable income ..... **660** .....

Enter on line 315 of the T2 return

Subtotal (line 655 **plus** line 660) ..... **5F**Additional deduction for gifts of medicine closing balance (amount 5E **minus** amount 5F) ..... **680** .....**Part 6 – 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 of certified cultural property available for carryforward	Gifts of certified ecologically sensitive land available for carryforward, made before February 11, 2014	Gifts of certified ecologically sensitive land available for carryforward, made after February 10, 2014	Additional deduction for gifts of medicine made before March 22, 2017 available for carryforward
<b>Totals</b>					