

Complete this schedule to claim the family tax cut. **Attach a copy of this schedule to your return.**

The credit is calculated based on the net reduction to you and your spouse or common-law partner's combined federal taxes if up to \$50,000 in taxable income was transferred from the individual with the higher taxable income to his or her spouse or common-law partner.

You can claim this credit if you were married or living in a common-law partnership, and you and your spouse or common-law partner:

- were not living separate or apart because of a breakdown in your relationship for a period of 90 days or more including December 31, 2014;
- were both residents of Canada on December 31, 2014 (or if either person died in the year, at the date of death); and
- you **both** file a return for the year this credit is claimed.

You or your spouse or common-law partner **must also** ordinarily live throughout the year with your child who is under 18 years of age at the end of the year. Because of a joint custody arrangement, your child may have ordinarily lived with both you and your former spouse or common-law partner throughout the year.

You **cannot** claim this credit if:

- you are confined to a prison or similar institution for a period of 90 days or more during the year;
- your spouse or common-law partner is claiming the credit for the year;
- either you or your spouse or common-law partner became bankrupt in the year; or
- either you or your spouse or common-law partner has elected to split eligible pension income.

Make sure that you have completed the "Information about your spouse or common-law partner" section on page 1 of your return.

Also, to receive the maximum benefit of this credit, make sure you and your spouse or common-law partner claim all of the non-refundable tax credits you may be entitled to when completing Schedule 1, *Federal Tax*, even if you don't need the amounts to reduce your or your spouse or common-law partner's tax.

### Step 1 – Federal tax before income sharing

	Column 1 You		Column 2 Eligible spouse or common-law partner
Enter the tax on taxable income from line 46 of Schedule 1.		1	
Enter the total non-refundable tax credits from line 350 of Schedule 1.	–	2	496–
Line 1 minus line 2 (if negative, enter "0")	=	3	=

Add the amounts from line 3 in columns 1 and 2.	Combined tax before income sharing		4
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### Step 2 – Adjusted federal tax after income sharing

Enter the taxable income from line 260 of the return.		5	497		5
Enter the difference between the taxable income from line 5 in column 1 and column 2. $\times 50\% = (\text{maximum } \$50,000)$	±	6	±		6
<b>Add</b> lines 5 and 6 in the column with the <b>lower</b> income at line 5. <b>Subtract</b> line 6 from line 5 in the column with the <b>higher</b> income at line 5 (if negative enter "0").	=	7	=		7
Tax on adjusted taxable income (use charts 1 and 2 on page 2)		8			8
Enter the amount from line 2.	–	9	–		9
Line 8 minus line 9 (if negative, show the result in brackets)	=	10	=		10
Enter the spouse or common-law partner amount from line 303 of Schedule 1. (Note: If the claim at line 303 includes the <b>family caregiver amount</b> , use chart 3 on page 2 to calculate the amount to enter on this line.)		11	498		11
Enter the amounts transferred from your spouse or common-law partner from line 326 of Schedule 1.	+	12	499+		12
Add lines 11 and 12.	=	13	=		13
Federal non-refundable tax credit rate	$\times 15\%$	14	$\times 15\%$		14
Multiply line 13 by line 14.	=	15	=		15
Enter the amount from line 10 (if negative, show it in brackets and subtract it).	+	16	+		16
Add lines 15 and 16 (if negative, enter "0"). <b>Adjusted tax after income sharing</b>	=	17	=		17

Add the amounts from line 17 in columns 1 and 2.	Combined adjusted tax after income sharing		18
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Go to Step 3 on the next page. ➔

**Step 3 – Family tax cut**

Enter the amount from line 4.

Enter the amount from line 18.

Line 19 minus line 20 (if negative, enter "0")

(maximum \$2,000)

Enter this amount on **line 423** of Schedule 1.**Family tax cut**

		<b>19</b>
–		<b>20</b>
=		<b>21</b>

**Chart 1 – Tax calculation chart for yourself**Enter your **adjustable taxable income** from line 7 of page 1.

Complete the appropriate column depending on the amount on line 1 above.

Line 1 is  
**\$43,953** or lessLine 1 is  
more than **\$43,953**  
but not more than  
**\$87,907**Line 1 is more than  
**\$87,907** but not  
more than  
**\$136,270**Line 1 is  
more than  
**\$136,270**

Enter the amount from line 1.

– 0.00

– 43,953.00

– 87,907.00

– 136,270.00

Line 2 minus line 3 (cannot be negative)

=

=

=

=

Multiply line 4 by line 5.

x 15%

x 22%

x 26%

x 29%

Add lines 6 and 7.

Enter this amount at line 8 of page 1.

+ 0.00

+ 6,593.00

+ 16,263.00

+ 28,837.00

=

=

=

=

**Chart 2 – Tax calculation chart for your spouse or common-law partner**Enter your spouse or common-law partner's **adjustable taxable income** from line 7 of page 1.

Complete the appropriate column depending on the amount on line 1 above.

Line 1 is  
**\$43,953** or lessLine 1 is  
more than **\$43,953**  
but not more than  
**\$87,907**Line 1 is more than  
**\$87,907** but not  
more than  
**\$136,270**Line 1 is  
more than  
**\$136,270**

Enter the amount from line 1.

– 0.00

– 43,953.00

– 87,907.00

– 136,270.00

Line 2 minus line 3 (cannot be negative)

=

=

=

=

Multiply line 4 by line 5.

x 15%

x 22%

x 26%

x 29%

Add lines 6 and 7.

Enter this amount at line 8 of page 1.

+ 0.00

+ 6,593.00

+ 16,263.00

+ 28,837.00

=

=

=

=

**Chart 3 – Line 303 adjusted for the family caregiver amount**

Enter the spouse or common-law partner amount from line 303 of your or your spouse or common-law partner's Schedule 1.

Family caregiver amount

2,058.00

Enter the net income of the infirm individual being claimed for the spouse or common-law partner amount (line 236 of his or her return).

Base amount

– 11,138.00

Line 3 minus line 4 (if negative, enter "0")

=

Line 2 minus line 5 (if negative, enter "0")

=

Line 1 minus line 6 (if negative, enter "0")

Enter this amount at line 11 of page 1.

2

3

4

5

6

7