

TAX CREDITS FOR INDIVIDUALS – SUMMARY: 2012 TAX YEAR

Tax Credit	Base Amounts (2012)	Explanation	Transferable to Spouse?
Basic	\$10,822		N
Spousal or common-law amount	\$10,822 less spouse's Division B Income		N
Equivalent to spousal amt	\$10,822 less dependent's Div. B income	<ul style="list-style-type: none"> • Can't use this if you use the dependent to get infirm dependent credit or care giver amount • Cannot use if you have a spouse or common-law partner • If divorced, can use a child < 18 	N
Child Amount	\$2,191 * # kids < 18 years of age	Transferable; better for higher income parent	Y
Age Credit ≥ 65 years old	\$6,720 – (Division B NI less \$33,884)	You can only claim this if your NI is less than \$78,684	Y
Canada Employment Amount	\$1,095	lesser of (Employment income, \$1095)	N
Disability Tax Credit	\$7,546	<ul style="list-style-type: none"> • If tax payer has a prolonged physical or mental condition can't do basic stuff (i.e. feed/dress himself) • Can't claim if you already claimed a full time attendant or the cost of nursing home as medical expense 	Y
Infirm dependent credit ≥ 18 Yrs old	Minimum of a) \$12,822- Infirm dependant's net income; or b) \$6,402	<ul style="list-style-type: none"> • A physical or mental condition • Dependent doesn't have to be in the same house as the person claiming 	N – either you or your spouse can claim this amount (only one of you can claim it)

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<p>EI contributions</p>	<p>Lesser of</p> <ul style="list-style-type: none"> ▪ Amount paid or ▪ \$839.97 		<p>N</p>
<p>CPP contributions</p>	<p>Lesser of</p> <ul style="list-style-type: none"> ▪ Amount paid or ▪ \$2306.70 		<p>N</p>
<p>Public Transit</p>	<p>Amt paid</p>	<ul style="list-style-type: none"> • Each pass must entitle you to unlimited travel for an uninterrupted period of at least 5 days; and • you purchase enough of these passes so that you are entitled to unlimited travel for at least 20 days in any 28-day period. 	<p>Y</p>
<p>Pension Credit</p>	<p>Max \$2,000 of pension income = income from RPP at any age and pension income transferred from spouse; if taxpayer >= 65 years old pension income also includes RRSP annuity/ RRIF income</p>		<p>Y</p>
<p>Donations</p>	<p>The credit (not base) = 15% first \$200 + 29% of excess</p> <p>Maximum donation base = 75% * Div B</p> <p>No TCG on stocks donated to charities; BUT THERE IS A CG (just the inclusion rate is 0%)..... TCG=0*CG=0</p>	<p><i>N.B. this is the actual credit amount (therefore, donations is always done last – after all the bases for all the other credits are added up and a 15% rate is applied)</i></p>	<p>Y</p>

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	<p>Donation is deemed to be at FMV for shares</p> <p>Carry forward for 5 years</p>		
Tuition, Education, Textbook	<p>Tuition = Amount paid in year</p> <p>Education and Textbook = \$465 per month of full time studies and \$140 per month of part-time studies</p>	<p>Transferrable to spouse/parent/grandparent =5000-amt used to make federal tax =0</p>	Y
Interest on Student Loan	Interest Paid on gov't student loan		N
Children's Fitness Credit kids ≤ 16	Maximum of \$500/child	<ul style="list-style-type: none"> You need to enroll your kids in activities and you can claim the first \$500 for each child 	Y
Children's Arts Credit kids ≤ 16	Maximum of \$500/child	<ul style="list-style-type: none"> Can claim the costs of enrolling kids to arts, literature, cultural programs You can claim this amount even if you claimed the fitness amount for the same child 	Y
Political Donation	<p>75% of the first \$400</p> <p>50% of the next \$350</p> <p>33.33% of the (\$1,275-750)</p>		Y
Medical Expense Credit	Eligible Medical Expenses – lesser of (3% of Net Income and \$2,109)		Y

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<p>Foreign Tax Credits</p>	<p>Foreign tax credits on business income earned in another country can be carried fwd. 10 years and back 3 years Other foreign tax credits (on capital gains, employment income, and investment income) cannot be carried back or forward</p>		<p>N</p>
<p>First time home buyer</p>	<p>\$5000 If you purchased a home in the current year and you/or spouse did not own a home in last 4 years</p>		<p>N – Only one of the spouse can claim this amount</p>