

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 49 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	=
<b>Combined tax before income sharing</b>			
Add the amounts from line 3 in columns 1 and 2.			4

**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
<b>Adjusted taxable income</b>					
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	×	14	×	15%	14
Multiply line 13 by line 14. <b>Adjustment to non-refundable tax credits</b>	=	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
<b>Combined adjusted tax after income sharing</b>					
Add the amounts from line 17 in columns 1 and 2.					18

Go to Step 3 on the next page. ➔

### Step 3 – Family tax cut

Enter the amount from line 4.			19
Enter the amount from line 18.	-		20
Line 19 minus line 20 (if negative, enter "0") Enter this amount on <b>line 423</b> of Schedule 1.		(maximum \$2,000) Family tax cut	=

#### Chart 1 – Tax calculation chart for yourself

Enter your <b>adjusted taxable income</b> from line 7 of page 1.						1
Complete the appropriate column depending on the amount on line 1 above.	Line 1 is <b>\$43,953</b> or less	Line 1 is more than <b>\$43,953</b> but not more than <b>\$87,907</b>	Line 1 is more than <b>\$87,907</b> but not more than <b>\$136,270</b>	Line 1 is more than <b>\$136,270</b>		
Enter the amount from line 1.	-	-	-	-		2
	0,00	43,953,00	87,907,00	136,270,00		3
Line 2 minus line 3 (cannot be negative)	=	=	=	=		4
	x	x	x	x		5
	15%	22%	26%	29%		
Multiply line 4 by line 5.	=	=	=	=		6
	0,00	6,593,00	16,263,00	28,837,00		7
Add lines 6 and 7.						
Enter this amount at line 8 of page 1.	=	=	=	=		8

#### Chart 2 – Tax calculation chart for your spouse or common-law partner

Enter your spouse or common-law partner's <b>adjusted taxable income</b> from line 7 of page 1.						1
Complete the appropriate column depending on the amount on line 1 above.	Line 1 is <b>\$43,953</b> or less	Line 1 is more than <b>\$43,953</b> but not more than <b>\$87,907</b>	Line 1 is more than <b>\$87,907</b> but not more than <b>\$136,270</b>	Line 1 is more than <b>\$136,270</b>		
Enter the amount from line 1.	-	-	-	-		2
	0,00	43,953,00	87,907,00	136,270,00		3
Line 2 minus line 3 (cannot be negative)	=	=	=	=		4
	x	x	x	x		5
	15%	22%	26%	29%		
Multiply line 4 by line 5.	=	=	=	=		6
	0,00	6,593,00	16,263,00	28,837,00		7
Add lines 6 and 7.						
Enter this amount at line 8 of page 1.	=	=	=	=		8

#### 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.						1
Family caregiver amount			2,058,00			2
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).						3
Base amount	-	11,138,00				4
Line 3 minus line 4 (if negative, enter "0")	=					5
Line 2 minus line 5 (if negative, enter "0")	=					6
Line 1 minus line 6 (if negative, enter "0")						
Enter this amount at line 11 of page 1.	=					7