Corporate Taxprep®

Release Notes

Corporate Taxprep 2014 v.2.0 (January 2012 - April 2015)

Contents

Overview

Corporate Taxprep 2014 v.2.0 includes several technical and tax changes. Here is a summary of the main topics addressed in this document.

Schedule 33 (Jump Code: 33) applicability

The form is now applicable when the corporation's taxation year ends after December 31, 2013, and box 233 of Schedule 200 (Jump Code: **J**) is selected. For more information, please consult the note about this form.

Preparer Profiles

To lighten the content of the **Profile** tab, make the presentation more intuitive and offer a quick access to the various topics, the following three tabs have been created: **STAFF**, **AUTHORIZATION FORMS** and **EFILE**. For more information, please consult the note about this topic.

New Workchart in Schedule 21 (Jump Code: 21)

The chart "Summary per country for unused foreign business income tax credits" has been added at the bottom of Schedule 21. It allows you to manage the order of application of the unused credits for the 10 preceding taxation years. For more information, please consult the note about this form.

Creating Taxprep Forms files

You can now create a *Taxprep Forms* file and copy the appropriate data in Form *Corporate Identification and Other Information* (Jump Code: **ID**) of a corporation, to the ID form of the new *Taxprep Forms* client file. For more information, please consult the note about this form.

Pilot project for the trial of e-signature with Form T183

Many firms participated in the pilot project to electronically sign Form T183Corp with *Corporate Taxprep* 2014 v.1.0 and Form T183 with *Personal Taxprep* 2013 v.3.0. This pilot project is now complete, and the Canada Revenue Agency (CRA) is assessing the legislative changes required to approve e-signature for tax compliance forms.

For the coming T1 tax season, a second pilot project will be available to use e-signature with non-governmental forms, such as Engagement letters created with *Taxprep*, as well as PDF documents created with other applications. Details about this pilot project will be provided in the *Personal Taxprep* 2014 *Release Notes*.

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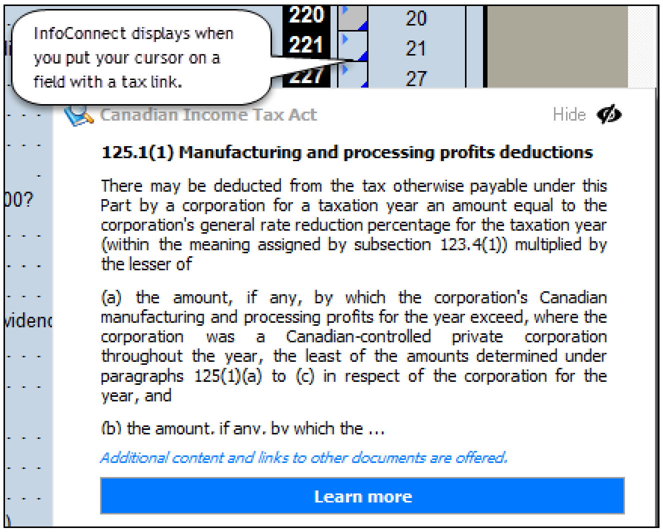

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Preparer Profiles

To lighten the content of the **Profile** tab, make the presentation more intuitive and provide quick access to the various topics, the following three tabs have been created: **STAFF**, **AUTHORIZATION FORMS** and **EFILE**.

The settings of former subsection A2, "Accounting firm staff," of the **PROFILE** tab are now under the **STAFF** tab. In addition, the check box **Display prior version data for the names entered in the fields "Partner," "Preparer," "Reviewer" and "Assigned to" in Form *Identification and Other Client Information*** has been removed.

The settings of former Section C, "Options – Authorization forms," are now under the **AUTHORIZATION FORMS** tab.

The **EFILE** tab groups the settings that were previously contained in the following sections:

- Section F, "Federal – Corporation Internet Filing defaults";
- Section G, "Québec – Corporation Internet Filing defaults";
- Section H, "Alberta AEDI – Corporation Internet Filing defaults."

Note that all sections in the **PROFILE** tab have been renamed as a result of these changes.

In the **AUTHORIZATION FORMS** tab, the following changes have been made with regards to content in former Section C:

a) In the "Authorized representative identification" section, the fields "Apt. or suite," "Street number" and "Street name, P.O. box," that relate specifically to the Québec Form MR-69 (Jump Code: **MR69**), have been added;

b) In the "MR-69 - Power of attorney, authorization to communicate information or revocation" section, the fields "Last name" and "First name" have been added to designate the person within the business with whom *Revenu Québec* can communicate to obtain information.

To take advantage of the changes to the preparer profiles with respect to Form MR-69, you will have to complete the new fields relating to this form, and save the modified preparer profile.

In the **PROFILE** and **AUTHORIZATION FORMS** tabs, the fields "Telephone number" and "Extension" have been added to the right of fields "Contact name" and "Name of group." These modifications result from the addition of these fields in Form RC59 (Jump Code: **RC59**).

In the **AUTHORIZATION FORMS** tab, in the "RC59 – Business consent form" section the check box **Apply this consent to all accounts and all years** has been removed, because the check box **This authorization applies to all program accounts and all years** is no longer on Form RC59.

Federal

Identification, Corporate Identification and Other Information (Jump Code: ID)

Delivery method

The following delivery methods have been added: *CD-ROM*, *USB key* and *Portal*.

In addition, the column **Delivery method** has been added to the *Ready to Print* filter.

Prior version data

The fields relating to prior version data in the "Internal information for the preparer" section have been removed from the form. These fields had been implemented temporarily during the creation of the "Accounting firm staff" section in the preparer profiles.

Accounting Firm Staff List

A **Sort** button has been added to Form *Accounting Firm Staff List* (accessible only from the ID form) to allow you to sort alphabetically based on the "First and last name" field.

RENTAL, Statement of Real Estate Rental Properties (Regulation 1100(11)) (Jump Code: RENTAL)

The question *Does this rental property include any land?* has been added to the form and displays when the property is from foreign source. For more information on this topic, consult the note relating to Form T1135.

Schedule 21, Federal and Provincial or Territorial Foreign Income Tax Credits and Federal Logging Tax Credit (Jump Code: 21)

The chart "Summary per country for unused foreign business income tax credits" has been added at the bottom of Schedule 21. It allows you to manage the order of application of the unused credits for the 10 preceding taxation years. A chart will be created per country entered on line 200 in Part 2 of the schedule. The amounts on lines L and M and O of Part3 will now be calculated by the program. When opening a client file prepared with a prior version of *Corporate Taxprep*, a chart will be created if a country was entered on line 200 of Part 2. The opening balances (line L) and the credits transferred as a result of the amalgamation or the wind-up of a subsidiary (line O) in Part 3 will be entered on the lines *1st prior year* of the **Opening balance** and **Transfers** columns of the chart respectively. A diagnostic will prompt you to allocate these amounts based on their year of origin. In addition, the amount entered in box *Amount expired in the year* (line M) will be updated to the line *11th prior year* in the **Opening balance** column of the chart.

T1135, Foreign Income Verification Statement (Jump Code: 1135)

The following changes only apply to category 5, "Real property outside Canada (other than personal use and real estate used in an active business)":

- The question *Does this rental property include any land?* has been added to Form RENTAL (Jump Code: **RENTAL**) and displays when the property is from foreign source. When the answer to this question is "Yes," the adjusted cost base of the land calculated in the "Land – MEMO Bloc" section of Form *Additions and Dispositions Workchart* will be combined with the amount of UCC at the end of the year, and the total amount is entered as cost amount at year end for real property outside Canada. When you answer "Yes" to this question and no value has been entered in the "Land – MEMO Bloc" section, a diagnostic will prompt you to include the cost base of the land in the **Maximum cost amount during the year** and **Cost amount at year end** columns.
- The CRA confirmed that when there is more than one asset associated with a rental property (land, building and other depreciable properties such as appliances), their cost must be added and the total amount must be entered on one line. *Corporate Taxprep* transfers the total UCC at the end of the year and the land value (if the "Land – MEMO Bloc" section of Form *Additions and Dispositions Workchart* has been completed) as cost amount at year end of real property outside Canada.
- In addition, when the rental property is held by a partnership, the address and country code that have been entered in Form RENTAL will be transferred to Form T1135.

New Forms

Québec

CO-1029.8.36.AD, Tax Credit for Damage Insurance Firms (Jump Code: 1029836AD)

This form is to be used by any corporation that carried on damage insurance activities in Québec during its last taxation year that ended before January 1, 2013, is registered with the *Autorité des marchés financiers* as a damage insurance firm and is a financial institution that has not been required to pay the compensation tax on financial institutions since January 1, 2013.

The refundable tax credit is calculated on the basis of certain expenditures of a current nature that the corporation incurred during its 2012 taxation year and that can reasonably be attributed to its damage insurance activities in Québec. The rate applicable for calculating this tax credit is 7.5% for 2013, 5% for 2014 and 2.5% for 2015. When the taxation year straddles January 1, the credit is prorated to the number of days in each calendar year.

When opening a client file prepared with a prior version of *Corporate Taxprep*, if an amount was entered on line 097 of Form QC L440P-Y (Jump

Code: **L440P**), it will be retained as an overridden amount. You will then have to complete the sections of Form CO-1029.8.36.AD related to this credit, and remove the override on line 097 of Form QC L440P-Y in order for the credits calculated in Form CO-1029.8.36.AD to be updated to Form QC L440P-Y.

Manitoba

Schedule 392, Manitoba Data Processing Investment Tax Credits (Jump Code: 392)

You can use this schedule to claim a Manitoba data processing centre investment tax credit under section 7.19 of the *Manitoba Income Tax Act*. The credit is a refundable credit for an eligible data processing centre corporation. The credit is equal to 4% of the cost of data processing buildings acquired by purchase or lease, or constructed in the current tax year before July 1, 2013, and 7% of the cost of data processing centre equipment acquired by purchase or lease in the current tax year before July 1, 2013. The rates are 4.5% and 8%, respectively, for property acquired after June 30, 2013.

You can also use this schedule to claim a Manitoba data processing equipment investment tax credit. The credit is a refundable credit for an eligible corporation. The credit is equal to 8% of the cost of data processing equipment acquired by purchase or lease in the current tax year. To be eligible for this credit, the amount an eligible corporation invests in data processing equipment in the current tax year has to be at least $10 million.

When opening a client file prepared with a prior version of *Corporate Taxprep*, if an amount was entered on line 324 of Schedule 5 (Jump Code: **5**), it will be retained as an overridden amount. You will then have to complete Schedule 392 and remove the override on line 324 of Schedule 5 in order for the credit calculated in Schedule 392 to update to Schedule 5.

Schedule 394, Manitoba Rental Housing Construction Tax Credit (Jump Code: 394)

This schedule is used to claim the Manitoba Rental Housing Construction Tax Credit (MRHCTC) under section 10.6 of the *Manitoba Income Tax Act*.

A qualifying entity may claim a refundable MRHCTC for a tax year. This credit is calculated on line 326 of Schedule 5 (Jump Code: **5**).

A qualifying corporation may claim a non-refundable MRHCTC for a tax year. To qualify for the credit, the corporation must be a qualifying corporation and be a taxable Canadian corporation with a permanent establishment in Manitoba that is not a qualifying entity for the purposes of claiming this credit. Any unused non-refundable MRHCTC can be carried forward up to 10 years. This credit is calculated on line 602 of Schedule 5.

When opening a file prepared with a prior version of *Corporate Taxprep*, if an amount was entered on line 326 and/or line 602 of Schedule 5, it will be retained as an overridden amount. You will then have to complete Schedule 394 and remove the override on line 326 and/or line 602 of Schedule 5 in order for the credit(s) calculated in Schedule 394 to update to Schedule 5.

Updated Forms

* Note that these forms were updated according to the latest version issued by the applicable tax authority.

Federal

Schedule 200, T2 Corporation Income Tax Return (Jump Code: J)*

In the “Attachments” section, line 256, *Did the corporation have any foreign affiliates that are not controlled foreign affiliates? (T1134)*, and line 258, *Did the corporation have any controlled foreign affiliates? (T1134)*, have been removed and they have been replaced by the new line 271, *Did the corporation have any foreign affiliates in the tax year? (T1134)*.

When opening a client file prepared with a prior version of *Corporate Taxprep*, if the box on line 256 or line 258 was selected, the box on line 271 will be automatically selected by the program.

In the “General tax reduction for Canadian-controlled private corporations” and “General tax reduction” sections, the calculation of the reduction rate with respect to the number of days in the taxation year before January 1, 2012, has been removed.

In the “Part I tax” section, line 641, *Eligible Canadian bank deduction under section 125.21*, has been added. This line includes an input field.

Schedule 2, Charitable Donations and Gifts (Jump Code: 2)*

Line 262 has been added to Part 1 of the form. This line is used to enter donations made by farmers to the Ontario community food program. Using the amount on this line, *Taxprep* will be able to calculate the Ontario community food program donation tax credit for farmers on line 420 of Schedule 5 (Jump Code: **5**).

In addition, line 520 has been added to Part 5 of the form. This line allows you to enter the total current-year gifts of certified ecologically sensitive land made after February 10, 2014. Please note that line 510 is now used to enter the total current-year gifts of certified ecologically sensitive land made before February 11, 2014. Because the lines used to enter these amounts were already in *Taxprep*, no change is required when opening a client file prepared with a prior version of *Corporate Taxprep*.

Schedule 5, Tax Calculation Supplementary - Corporations (Jump Code: 5)*

The following lines have been added to the form:

- Line 504, *Newfoundland and Labrador venture capital tax credit (from schedule 308)*;
- Line 578, *New Brunswick small business investor tax credit (from Schedule 367)*;
- Line 420, *Ontario community food program donation tax credit for farmers (from Schedule 2)*;
- Line 327, *Manitoba community enterprise development tax credit*.

The line *Other Ontario non-refundable credits* has been removed.

A new line, entitled *Nova Scotia capital investment tax credit* has been added to Part 2 of Schedule 5. This new refundable tax credit has been introduced as a result of the tabling of Bill 49 on October 22, 2014.

In addition, the line entitled *New Brunswick tax credit for investment in a registered community economic development fund* has been removed from Schedule 5, because the amount of this credit must be added to the New Brunswick small business investor tax credit amount on line 578. When opening a client file prepared with a prior version of *Corporate Taxprep*, the amount on this line will be added to line 578. Ensure the amount on line 578 is accurate.

Schedule 6, Summary of Dispositions of Capital Property (Jump Code: 6)*

Schedule 8, Capital Cost Allowance (CCA) (Jump Code: 8)*

Based on new CRA requirements, when property acquired during the year is included in CCA class 43.1 or 43.2 on line 203, additional information is required with respect to each of these acquisitions. This information is used for statistical purposes only.

Therefore, a new section has been added to the *Capital Cost Allowance (CCA) Workchart* (Jump Code**: 8 WORKCHART**), for these two CCA classes only. This section displays when an addition is entered on line 203 for property in class 43.1 or 43.2. It includes multi-line areas that allow you to provide the information required for each of the property acquisitions included in one of these classes. For more details, please see the **Schedule 8, Capital Cost Allowance (CCA)** help topic.

Note that the CRA does not want to add these lines on the official Schedule 8. This is why this information is not found on the paper copy of Schedule 8; it appears on screen only. However, this information is mandatory: it is included in the bar codes and is transmitted electronically.

When opening a client file prepared with a prior version of *Corporate Taxprep*, if acquisitions in the year were entered in a class 43.1 or 43.2, a diagnostic will prompt you to provide the information required by the CRA in columns 301 to 303 of the class concerned.

Schedule 21, Federal and Provincial or Territorial Foreign Income Tax Credits and Federal Logging Tax Credit (Jump Code: 21)*

Schedule 31, Investment Tax Credit – Corporations (Jump Code: 31)

Two lines have been added to Part 8 of the schedule to allow you to enter contributions to agricultural organizations for SR&ED before deducting the assistance relating to these contributions, as well as to enter the amount of government assistance, non-government assistance and contract payments related to these contributions. When opening a client file prepared with a prior version of *Corporate Taxprep*, if an amount for contributions to agricultural organizations for SR&ED was entered, it will be retained as an overridden amount on line *Contributions to agricultural organizations for SR&ED for the federal ITC*.

For more information on contributions to agricultural organizations for SR&ED, consult the Help.

T661, Scientific Research and Experimental Development (SR&ED) Expenditures Claim (Jump Code: 661)

The year's maximum pensionable earnings giving entitlement to the Canada pension plan for the 2015 fiscal year (i.e. $53,600) has been updated. This amount is used to determine the specified employees' salary or wages when the proxy method is selected to calculate the SR&ED expenditures.

Schedule 33, Taxable Capital Employed in Canada – Large Corporations (Jump Code: 33)*

In accordance with the latest specifications received from the CRA, the applicability of this form has been modified. It is now applicable when the corporation is neither a financial institution nor a large insurance corporation, its taxation year is ending after December 31, 2013, and box 233 of Schedule 200 (Jump Code: **J**) is selected.

Schedule 34, Taxable Capital Employed in Canada – Financial Institutions (Jump Code: 34)*

In accordance with the latest specifications received from the CRA, the applicability of this form has been modified. It is now applicable when the corporation is a financial institution, its taxation year is ending after December 31, 2013, and box 233 of Schedule 200 (Jump Code: **J**) is selected.

Schedule 35, Taxable Capital Employed in Canada – Large Insurance Corporations (Jump Code: 35)*

In accordance with the latest specifications received from the CRA, the applicability of this form has been modified. It is now applicable when the corporation is a large insurance corporation, its taxation year is ending after December 31, 2013, and box 233 of Schedule 200 (Jump Code: **J**) is selected.

T1044, Non-Profit Organization (NPO) Information Return (Jump Code: 1044)*

The line *City and Province* in Section 7 has been removed from the form. When opening a client file prepared with a prior version of *Corporate Taxprep*, data on this line will not be retained.

RC59, Business Consent (Jump Code: RC59)*

In Part 2(b), four new lines have been added, i.e., two lines *Telephone number* and two lines *Extension*, in order to be able to enter a telephone number and an extension for the *RepID*, *GroupID* and *BN*.

When opening a client file prepared with a prior version of *Corporate Taxprep*, the telephone number and the extension that were entered will be assigned to the option chosen. You can only complete one option at the time.

A new program identifier, i.e., "RR registered charities," has been added to the list of program identifier that can be entered in Part 3.

Also in Part 3, the existing boxes have been replaced by the following three check boxes:

- Box (a) - Level 1 authorization applied to **all** program accounts **and all** fiscal years.
- Box (b) - Level 2 authorization applied to **all** program accounts **and all** fiscal years.
- Box (c) - Specific program accounts.

In addition, a new line has been added for box 3(a), i.e., line *Expiry date*, in order to be able to enter an expiry date for each of boxes 3(a) and 3(b).

When opening a client file prepared with a prior version of *Corporate Taxprep*, the expiry date that was entered will be assigned to the authorization level chosen. You can only select one box at the time.

Data is no longer rolled forward into Part 3. Only the expiry date is rolled forward and updated to line *Consent expiry date rolled forward from the previous year* in the "General information" section.

In Part 5, a subsection has been added, i.e., the "The individual signing this form is" subsection, and you can select one of the following six choices:

- an owner
- a partner of a partnership
- a corporate director
- an officer of a non-profit organization
- a trustee of an estate
- an individual with delegated authority

In addition, three new lines have been added to this same section, i.e., lines *Title*, *Telephone number* and *Extension*.

A new diagnostic has been added on the line *Consent expiry date rolled forward from the previous year* to advise you that the consent has expired and the request has to be submitted again, if applicable.

Inducement, Inducement Calculation Workchart (Jump Code: INDUCEMENT)

The following lines have been removed, because the Bills that introduced the tax credits to which these lines referred to never became acts:

- *Ontario public transit expense tax credit;*
- *Ontario tax credit for the purchase of vehicles that use natural gas as a fuel;*
- *Ontario tax credit for educational success.*

The following lines have been added to the "Tax credits whose amount should be added to income" section:

- *Newfoundland and Labrador venture capital tax credit;* and
- *Ontario community food program donation tax credit for farmers.*

The following line has been removed:

- *New Brunswick tax credit for investment in a registered community economic development fund.*

The following line has been added to the "Tax credits whose amount should reduce the capital cost of property" section:

- *Nova Scotia capital investment tax credit.*

AgriStability and AgriInvest Additional Information and Adjustment Request (Jump Code: HAGRI ADD)*

AgriStability and AgriInvest Programs (Jump Code: AGRI/HAGRI) – Ontario*

AgriStability and AgriInvest Programs (Jump Code: AGRI/HAGRI) – Saskatchewan*

AgriStability and AgriInvest Programs (Jump Code: AGRI/HAGRI) – Harmonized provinces* and British Columbia*

Ontario

Schedule 506, Ontario Transitional Tax Debits and Credits (Jump Code: 506)*

Schedule 525, Ontario Political Contributions Tax Credit (Jump Code: 525)*

Québec

The 2014 Québec budget was tabled on June 4, 2014, which was after the release of *Corporate Taxprep* 2014 v.1. As a result, a program update (version 1.1) was released in July to implement the Québec budget provisions, as many of them were effective Budget day. If you want more information on the budget changes, please consult the *Release Notes* that accompanied version 1.1 as they outlined the various budget measures related to each form and the changes that were made on the forms to accommodate these measures.

CO-17, Corporation Income Tax Return (Jump Code: QJ)*

Line 47, *Proportion of manufacturing and processing activities (Percentage on line 186 of Form CO-771)*, has been added to the form, and its value will be calculated by the program. As for lines 430aa, 430ab, 430ac and 430ad, relating to the capital tax calculation, they have been removed as a result of the abolishment of the capital tax credit for investment (Form CO-1139).

When opening a client file prepared with a prior version of *Corporate Taxprep*, the value on line 47 will be calculated using the percentage on line 186 of Form CO-771 (Jump Code: **771**). If data was entered on lines 430aa, 430ab, 430ac or 430ad, it will not be retained.

As a result of the modifications announced in the *Information Bulletin* 2014-11, which was published by the *Ministère des Finances du Québec* on December 2, 2014, a cell has been added, on screen only, to the left of line 432aa. This cell is used to calculate the rate of the tax on capital for the premiums for insurance of persons or the premiums as part of an uninsured employee benefit plan which is 2% for the days in the taxation year that are before December 3, 2014, and 3% for the days in the taxation year that are after December 2, 2014.

The registration fee amount related to corporations, mutual insurance companies or other, entered on line 441b, will be indexed on January 1, 2015. The amount will be increased from $84 to $85. The registration fee amount for cooperatives as well as the amount for non-profit legal persons (incorporated association), syndicate of co-ownerships and fraternal benefit societies will remain at $40 and $34 respectively.

CO-17-R, Request for an Adjustment to a Corporation Income Tax Return or to an Information and Income Tax Return for Non-Profit Corporations (Jump Code: QJR)*

To speed-up the processing of amended returns, the ministry requests that a copy of the amended return (Form CO-17 or CO-17.SP), as well as any supporting documents, be submitted along with Form CO-17.R.

QC L265-266, Deductions from Taxable Income (Jump Code: L265/266)

Line 08, *Small and medium-sized manufacturing businesses in remote resources regions*, line 09, *Income earned from securities business or securities clearing corporation*, and line 11, *Deduction relating to the income averaging for forest producers*, have been removed, because these deductions can no longer be claimed.

Line 13, *Deduction for taxed capital gains*, has been added. The amount on this line will be calculated by the program and will be equal to the amount on line 624 of Schedule 200 (Jump Code: **J**). The last line 99, *Taxable capital gains or taxable dividends allocated from a central credit union*, has been moved and is now line 14, named *Deduction for dividends allocated from a central credit union and savings*.

When opening a client file prepared with a prior version of *Corporate Taxprep*, data entered on lines 08, 09 or 11 will not be retained. The amount on the new line 13 will be equal to the amount on line 624 of Schedule 200, and the amount on line 99 will be updated to the new line 14.

CO-17.A.1, Net Income for Income Tax Purposes (Jump Code: Q1)*

The descriptions lines 129a, 129b and 129c and the code lines 129ai, 129bi and 129ci have been added to Part 2.2. These lines are only used to indicate an additional deduction for transportation costs of a small or medium-sized manufacturing business (code 01) or for the capital cost allowance for a vessel (code 02). The code lines have a drop-down list that contains the two possible input codes and the description is updated automatically by the program according to the code selected.

Line 111, *Additional deduction for new investments in Québec*, and line 112, *Supplementary deduction for new investments in Québec,* have been removed.

When opening a client file prepared with a prior version of *Corporate Taxprep*, make sure that the additional deductions for transportation costs of a small or medium-sized manufacturing business or the capital cost allowance for a vessel are transferred to the appropriate line according to the applicable code, because the program does not calculate these deductions. Data entered on lines 111 and 112 will not be retained.

CO-771, Calculation of the Income Tax of a Corporation (Jump Code: 771)*

Boxes 18d and 18e, which related to the deduction for a small or medium-sized manufacturing business in a remote resource region and the deduction of a stock exchange business or a securities clearing-house business, have been removed from the form because it has not been possible to benefit from these deductions since January 1, 2011.

Section 8, which was previously used to calculate the tax for a financial institution or an oil refining corporation, is now used to calculate the tax for corporations other than manufacturing SMEs. Since January 1, 2009, the tax rate for financial institutions and oil refining corporations are the same as for other corporations. The question *Is the corporation a financial institution or an oil refining corporation?* which was used to identify financial institutions and oil refining corporations, has therefore been removed from the form.

Section 9, which was previously used to calculate the tax for a corporation that was not a financial institution or an oil refining corporation, is now used to calculate the tax for manufacturing SMEs.

Please also note that several lines used to calculate the business limit and the tax rate for the days prior to 2009 have been removed from the form.

CO-771.2.1.2, Income from an Eligible Business Carried On in Canada by a Member of a Partnership (Jump Code: 771212)*

Lines 12a and 14a have been added to the form and are used to enter the reserve amounts for the current year and previous year with regards to the partnership's transitional income. Lines 12b and 14b have been added and are used to enter the adjusted stub period accrual for the current year and the preceding year. Lines 12c and 14c have also been added. Use them to enter the total amount to include in the income of a corporation that is a new member of a partnership as well as the total amount that has been included in the prior-year income of a corporation that was a new member of a partnership. Line 39b has also been added to the form and is used to enter the amount received by a corporation that is deemed to be a member of the partnership under section 608 of the *Taxation Act*.

Please also note that line 13, which is used to enter the expenses incurred by the corporation to derive income from the partnership and that was calculated from column 315 of Schedule 7 (Jump Code: **7**), is now an input line. Because column 315 of Schedule 7 includes expenses incurred by the corporation to derive income from the partnership as well as the reserve amounts for the current year and previous year with regards to the partnership's transitional income, it is no longer possible for the program to calculate line 13.

CO-771.R.3, Breakdown of Business Carried On in Québec and Elsewhere (Jump Code: 771R3)*

CO-1029.8.33.6, Tax Credit for an On-the-Job Training Period (Jump Code: 10298336)*

Please note that *Revenu Québec* has indicated that if a trainee is under the supervision of more than one eligible supervisor, columns F to I in Section 4.1 should not be completed. Instead, attach a work chart containing the requested information and enter the total weekly expenses related to all eligible supervisors in column J, using an override.

CO-1029.8.33.13, Tax Credit for the Reporting of Tips (Jump Code: 102983313)*

This form has been updated in order to integrate the various applicable rates for 2014.

CO-1029.8.35, Tax Credit for Québec Film Productions (Jump Code: 1029835)*

As a result of the update of the form, version 2008-12, which was to be used for a taxation year ending before January 1, 2009, and version 2009-02, which was to be used when the production incurred labour expenditures both before and after January 1, 2009, have been removed from the program. When opening a client file prepared with a prior version of *Corporate Taxprep*, data entered with respect to these versions of the form will not be retained.

As a result of the modifications announced in the *Information Bulletin* 2014-11, which was published by the *Ministère des Finances du Québec* on December 2, 2014, a question has been added to Part 2, "Information about the property," to help you identify properties for which an application for an advance ruling or a certificate has been filed with SODEC after December 2, 2014. When you answer "Yes" to this question, the calculation of the tax credit based on the basic rate will take the increased qualified labour expenditure into account.

In addition, two new lines were added to Part 7, "Tax credit," to distinguish the portion of the tax credit calculated using the basic rate, to which the 2% increased expenditure may apply, from the portion of the tax credit calculated using the rate of increase related to certain properties.

CO-1029.8.36.DA, Tax Credit for the Development of E-Business (Jump Code: 1029836DA)*

This form is now a multiple copy form. Separate copies must be completed for wages incurred before June 5, 2014, and wages incurred after June 4, 2014. Hence, the Section "Tax credit for qualified wages that have been incurred after June 4, 2014" has been removed from the form**.**

Moreover, in accordance with measures announced in the June 4, 2014, Québec Budget, the annual limit for this credit remains at $20,000 per employee. Therefore, line 30 will display the maximum qualified wages of $66,667 per employee when box 05a, **Wages incurred before June 5, 2014*,*** is selected, and you will then have to enter on line 31 the number of days in the corporation's eligibility period that are before June 5, 2014. In addition, line 30 will display the maximum qualified wages of $83,333 per employee when box 05b, **Wages incurred after June 4, 2014**, is selected, and you will then have to enter on line 31 the number of days in the corporation's eligibility period that are after June 4, 2014.

When opening a client file prepared with a prior version of *Corporate Taxprep*, the data in the form will be transferred to the appropriate copy(ies) based on the period in which the wages have been incurred. However, verify if adjustments are required.

CO-1029.8.36.DF, Tax Credit for Film Dubbing (Jump Code: 1029836DF)*

As a result of the update of the form, the check boxes 06, 07 and 08, used to indicate when the application for a certificate has been filed with SODEC, have been removed. In addition, boxes 09 and 10 have been added so you can indicate when the film dubbing has been completed. When opening a client file prepared with a prior version of *Corporate Taxprep*, the copies of the form in which box 06 or 07 was selected will not be retained.

CO-1029.8.36.EL, Tax Credit for Book Publishing (Jump Code: 1029836EL)*

As a result of the update of the form, the qualifying periods that began before March 20, 2009, are no longer supported. Hence, boxes 06 and 07 have been removed from the form. In addition, boxes 08 and 09 have been added so you can indicate when the application for an advance ruling or a certificate has been filed with the SODEC. When opening a client file prepared with a prior version of *Corporate Taxprep*, the copies of the form in which box 06, **Before March 20, 2009**, was selected will not be retained.

CO-1029.8.36.EM, Tax Credit Relating to Resources (Jump Code: 1029836EM)*

Boxes 05a to 05f have been replaced by new boxes 05g to 05l, which relate to the various eligible expenses and the period in which they were incurred. When opening a client file prepared with a prior version of *Corporate Taxprep*, if one of boxes 05a, 05d or 05f as well as one of boxes **The eligible expenses have been incurred before June 5, 2014** and **The eligible expenses have been incurred after June 4, 2014** were selected, the appropriate box among boxes 05g to 05l will be selected automatically.

In addition, boxes 06, 13 and 27 have each been replaced by two boxes, i.e. one for eligible expenses incurred in Québec, paid by the corporation and to which it renounced under the Flow-through shares federal program (new boxes 06, 13 and 27), and a second one for the other eligible expenses incurred by the corporation as well as the eligible expenses incurred and paid by a qualified partnership (boxes 06a, 13a and 27a). When opening a client file prepared with a prior version of *Corporate Taxprep,* the amounts that were entered in boxes 06, 13 and 27 will be retained in these boxes. However, verify if part or all of these amounts should be entered in boxes 06a, 13a and 27a respectively.

Moreover, boxes 11, 18, 25 and 32 have been removed. The amount of assistance, benefit or advantage received in a prior year and repaid (or deemed repaid) in the current year will now have to be entered as a tax credit in new boxes 74b, 79b, 84b and 89b. When opening a client file prepared with a prior version of *Corporate Taxprep,* if an amount was entered in any of these boxes, it will no longer appear on the form. You will then have to verify if data should be entered in boxes 74b, 79b, 84b and 89b.

Finally, in box 89, the applicable rate is now determined based on the check boxes that describe the situation of the business. When opening a client file prepared with a prior version of *Corporate Taxprep,* the appropriate box will be selected based on data entered in the original client file, and the applicable corresponding rate will be automatically indicated.

CO-1029.8.36.HE, Tax Credit for the Modernization of a Tourist Accommodation Establishment (Jump Code: 1029836HE)*

The tax credit rate decreased from 25% to 20% for qualified expenditures incurred after June 4, 2014, and the $50,000 annual threshold has been replaced by a single threshold of $50,000 for taxation years ending after December 31, 2013.

To reflect these changes, Section 6 is now broken down into four subsections:

- 6.1, "Qualified expenditures after the annual limit is applied";
- 6.2, "Qualified expenditures allocation";
- 6.3, "Balance of the qualified expenditures threshold";
- 6.4, "Qualified expenditures eligible for the tax credit."

In addition, Section 7 has been modified in order for the credit to be calculated at a rate of 25% and/or 20%, depending on the date on which the expenditures have been incurred.

If you had eligible expenses incurred both before and after June 4, 2014, in *Corporate Taxprep* 2014 v.1.1, you would have had to create more than one copy of the form in order to separately calculate the credit for both periods. However, the 2014-09 revision of the form includes new Section 6.2, which allows you to allocate the expenses according to whether they were incurred before June 5, 2014, or after June 4, 2014, so it is no longer necessary to create two copies of the form to differentiate between the periods.

When opening a client file in *Corporate Taxprep* 2014 2.0 that had two such copies of the form, data from lines 150 to 158 in Section 4 "Qualified expenditures" of both copies will be merged and the copy that had been created for the post June 4 expenditures will be deleted. We recommend reviewing the revised form to ensure that the data is accurate.

CO-1029.8.36.IN, Tax Credit for Investment (Jump Code: 1029836IN)*

In Section 5.1.1, the columns used to enter the investments made before November 21, 2012, and the other investments have been merged into a single column. When opening a client file prepared with a prior version of *Corporate Taxprep*, the data from these columns will be retained in the new column.

In addition, note that the column **Qualified investments qualifying for the additional increase in the basic rate** has been removed from Section 7.

As a result of the modifications announced in the *Information Bulletin* 2014-11, which was published by the *Ministère des Finances du Québec* on December 2, 2014, an exclusion threshold of $12,500 with regards to qualified investments has been introduced. It must first be applied to the calculation of the credit in Section 5.1.1. The remaining exclusion threshold amount, if applicable, should be taken into account in the calculation of the credit in Section 5.2.

In Section 2, a subsection entitled "Calculation of the exclusion threshold" has been added. It allows you to determine the exclusion threshold amount to apply to the calculation of the credit in Section 5.1.1 and/or the credit in Section 5.2.

A new question has been added in Section 2, i.e. the question *Is the qualified investment subject to the modifications proposed in the 2014-11 Information Bulletin, which was published on December 2, 2014*? This question allows you to display in Sections 5.1.1 and 5.2, the calculations to determine the qualified investments to be applied in the calculation of each credit in Sections 5.1.1 and 5.2.

CO-1029.8.36.MA, Tax Credit for the Diversification of Markets of a Québec Manufacturing Company (Jump Code: 1029836MA)*

Two check boxes have been added (lines 06 and 07) to indicate when the eligible expenses have been incurred.

If, in *Corporate Taxprep* 2014 v.1.1, you had created a copy of a form already completed to enter certification expenses affected by the changes proposed in the Québec Budget tabled on June 4, 2014, when opening this client file with version 2014 2.0, data on lines 111 in Section 4 in both copies will be merged and allocated, in the new version of the form, between line 111, which relates to certification expenses incurred before June 4, 2014, and line 116, which relates to certification expenses incurred after June 3, 2014, and the copy that had been created for expenses affected by the changes announced in the budget will be deleted. We invite you to make sure the information in the form is accurate.

CO-1029.8.36.PC, Tax Credit for Major Employment-Generating Projects (Jump Code: 1029836PC)*

As a result of the official update of the form, which reflects the measures announced in the June 4, 2014, Québec Budget, the check boxes 05a, **Wages incurred before June 5, 2014**, and 05b, **Wages incurred after June 4, 2014**, have been added to indicate the period in which the wages have been incurred. These new boxes replace the *Taxprep* section that related to this topic.

CO-1029.8.36.SM, Tax Credit for the Production of Performances (Jump Code: 1029836SM)*

As a result of the update of the form, the qualifying periods that began before March 20, 2009, are no longer supported. Hence, boxes 10, 11 and 12 have been removed from the form. In addition, boxes 10a and 10b have been added so you can indicate when the application for an advance ruling or a certificate has been filed with the SODEC. When opening a client file prepared with a prior version of *Corporate Taxprep*, the copies of the form in which box 10, **The qualifying period(s) began before March 20, 2009, and the initial performance before an audience occurred**

before March 20, 2009., was selected will not be retained.

CO-1029.8.36.SP, Tax Credit for Film Production Services (Jump Code: 1029836SP)*

Boxes 05a and 05b have been replaced by boxes 05c, 05d, 05e and 05f to allow you to respectively enter the favourable advance ruling number, the qualification certificate number, the production title and the approval certificate number.

Boxes 07a and 07b have been added and are used to indicate the date of application for the certificate of approval. Therefore, the question *Is the production subject to the modifications proposed in the Québec budget tabled on June 4, 2014?* has been removed. Note that when opening a client file prepared with a prior version of *Corporate Taxprep*, if you had answered "Yes" to this question, box 07b will be selected by default. If you had answered "No," box 07a will be selected by default.

Also note that boxes 08 and 09, which were used to indicate when the main photography or recording work was carried out, have been removed. In addition, field 51, which was used to indicate the amount repaid by a wholly-owned subsidiary of the corporation, has also been removed.

CO-1029.8.36.TM, Tax Credit for Multimedia Titles (Jump Code: 1029836TM)*

As a result of the official update of the form, which reflects the measures announced in the June 4, 2014, Québec Budget, the check boxes 08, **The corporation incurred the qualified labour expenditures before June 5, 2014, or under a contract entered into before June 4, 2014.**, and 09, **The corporation incurred the qualified labour expenditures after June 4, 2014, or under a contract entered into after June 3, 2014.**, have been added to indicate the period in which the qualified labour expenditures have been incurred. These new boxes replace the *Taxprep* section that related to this topic.

CO-1029.8.36.5, Tax Credit for a Design Activity Carried Out by an Outside Consultant (Jump Code: 10298365)*

Separate copies of this form must now be completed for wages incurred under a contract entered into before June 4, 2014, and expenditures incurred under a contract entered into after June 3, 2014. Hence, the Section "Tax credit for a design activity carried out by an outside consultant – Contracts entered after June 3, 2014" has been removed from the form. When opening a client file prepared with a prior version of *Corporate Taxprep*, the data in the form will be transferred to the appropriate copy(ies) based on the period in which the wages have been incurred. However, verify if adjustments are required.

CO-1029.8.36.7, Tax Credit for an In-House Design Activity (Jump Code: 10298367)*

Separate copies of this form must now be completed for wages incurred before June 5, 2014, and wages incurred after June 4, 2014. Hence, the Section "Tax credit for an in-house design activity after June 4, 2014" has been removed from the form. When opening a client file prepared with a prior version of *Corporate Taxprep*, the data in the form will be transferred to the appropriate copy(ies) based on the period in which the wages have been incurred. However, verify if adjustments are required.

CO-1140, Calculation of the Paid-Up Capital of a Financial Institution (Jump Code: 1140)*

CO-1140.A, Paid-Up Capital to Be Used for Purposes Other Than the Calculation of the Tax on Capital (Jump Code: 1140A)*

Lines 31 and 45b and Section 4, which were used to calculate the deduction for a corporation entitled to the temporary exemption, have been removed from the form, because it has not been possible to benefit from this deduction since 2010.

Furthermore, line 36, which was used to make the addition of copies 2 and following of lines 35, has been removed. The amounts of all lines 35 will now be added on line 37.

CO-1159.2, Compensation Tax for Financial Institutions (Jump Code: 11592)

As a result of the modifications announced in the *Information Bulletin* 2014-11, which was published by the *Ministère des Finances du Québec* on December 2, 2014, columns have been added, on screen only, to Parts 2.2, 4 and 7. Use the first lines of these columns to enter the salaries and wages paid after December 2, 2014, and before April 1, 2017. Also note that the first lines in columns C of these sections now have to be used to enter the salaries and wages paid after December 31, 2012, and before December 3, 2014. Cells have also been added, on screen only, to Part 8 to calculate the rate applicable to premiums for the days in the taxation year after December 2, 2014, and before April 1, 2017.

RD-222, Deduction Respecting Scientific Research and Experimental Development Expenditures (Jump Code: Q222)*

A new Part 8, entitled "Information on the persons who have assisted the taxpayer or the representative in completing this form," has been added. The information in this part is similar to the information required by the CRA, which can be found in Part 9 of Form T661 (Jump Code: **661**). To facilitate the input of this information, we have added the following check box: **Select the box if you want the information about the claim preparers to be carried over from part 9 of form T661.** This box, which is selected by default, will allow you to transfer your federal data to Part 8. The additional Québec information to provide is the Québec enterprise number. When the check box is not selected, the lines become input lines. Note that because of the addition of this part, the former Part 8 with regards to the signature now corresponds to Part 9.

However, note that, contrary to Part 9 of Form T661, Part 8 cannot be filed under separate cover.

When opening a client file prepared with a prior version of *Corporate Taxprep*, the new check box will be selected. Therefore, federal data will be transferred automatically to the new Part 8 and you will only have to add the Québec enterprise number, if applicable. Note that a diagnostic will prompt you to do so.

RD-1029.7, Tax Credit for Salaries and Wages (R&D) (Jump Code: 10297)*

Lines 63, 64 and 66 to 68 have been added to Section 3. Lines 63 and 64 respectively relate to qualified R&D expenditures incurred by a corporation other than an eligible biopharmaceutical corporation before June 5, 2014, or under a research contract entered into before June 4, 2014, and qualified R&D expenditures incurred by such corporation after June 4, 2014, or under a research contract entered into after June 3, 2014. Lines 66 to 68 are reserved for an eligible biopharmaceutical corporation. They cover (in order), qualified R&D expenditures incurred before November 21, 2012, qualified R&D expenditures incurred after November 20, 2012, but before June 5, 2014, or under a research contract entered into before June 4, 2014, as well as qualified R&D expenditures incurred after June 4, 2014, or under a research contract entered into after June 3, 2014.

Section 4 has been reorganized to reflect the most recent official update of the form, following the measures announced in the June 4, 2014 Québec Budget. The calculations to adjust the $3 million expenditure limit allocation, when the taxation year straddles June 4, 2014, and expenditures have been incurred both before June 5, 2014, as well as after June 4, 2014, have been replaced by the calculations in new sections 4.1.1 and 4.1.2.

In addition, the description of lines 212, 216, 231 and 244 in Section 6 has been adjusted to reflect the different increased rates for the tax credit.

When opening a client file prepared with a prior version of *Corporate Taxprep*, if the taxation year straddles June 4, 2014, and eligible expenditures have been incurred both before June 5, 2014, and after June 4, 2014, you will have to provide additional data in Section 4 in order for the program to be able to calculate the new adjustment to the $3 million expenditure limit allocation according to the prescribed calculations in the most recent form revision. Diagnostics have been implemented to help you complete Section 4.

RD-1029.8.6, Tax Credit for University Research or Research Carried Out by a Public Research Centre or a Research Consortium (Jump Code: 1029896)*

As a result of the official update of the form, which reflects the measures announced in the June 4, 2014, Québec Budget, the check boxes 05a, **Qualified expenditures incurred under a research contract entered into before June 4, 2014**, and 05b, **Qualified expenditures incurred under a research contract entered into after June 3, 2014**, have been added to specify the period in which the eligible expenses have been incurred. These new boxes replace the *Taxprep* section that related to this topic.

When opening a client file prepared with a prior version of *Corporate Taxprep*, if the box on the line with regards to expenses incurred before June 5, 2014, had been selected, box 05a will be selected. If the box on the line with regards to expenses incurred after June 4, 2014, had been selected, box 05b will be selected. Verify if this corresponds to the period in which the expenses have actually been incurred, based on the date the research contract was entered into.

As a result of the modifications announced in the *Information Bulletin* 2014-11, which was published by the *Ministère des Finances du Québec* on December 2, 2014, the credit has been modified.

A separate copy of this form must be completed for qualified expenditures incurred under a contract entered into after December 2, 2014. A box, i.e. box AA, has been added to that effect under box 05b of the form.

The rate of this credit increases from 28% to 30% with respect to a Canadian-controlled corporation whose assets, taking into account the assets of the associated corporations, does not exceed 50 million dollars for the previous taxation year. The rate is reduced linearly to 14% when the assets vary between 50 million and 75 million dollars. Therefore, Sections 5AA, "Higher rate of the tax credit," and 5BB, "Tax credit" have been added, on screen only. The 30% increased rate applies only on the first 3 million dollars of R&D expenditures incurred, and it is calculated on line BB of the new Section 3AA, "Qualified expenditures giving rise to the higher rate of the tax credit," which has been added on screen only. Until we receive the agreement form concerning the expenditure limit, when the corporation is associated with other corporations, the expenditure limit amount that the corporation allocates itself must be modified on line BB using an override if this amount differs from $3,000,000. For a corporation that is not associated with any other corporation, an amount on $3,000,000 will be indicated on line BB.

For corporations other than Canadian-controlled corporations, only a 14% rate is applicable to qualified expenditures.

RD-1029.8.9.03, Tax Credit for Fees and Dues Paid to a Research Consortium (Jump Code: 10298903)*

As a result of the official update of the form, which reflects the measures announced in the June 4, 2014, Québec Budget, the check boxes 05a, **R&D expenditures incurred before June 5, 2014 by the eligible research consortium**, and 05b, **R&D expenditures incurred after June 4, 2014, by the eligible research consortium**, have been added to indicate the period in which the R&D expenditures have been incurred. These new boxes replace the *Taxprep* section that related to this topic.

When opening a client file prepared with a prior version of *Corporate Taxprep*, if the box on the line with regards to expenses incurred before June 5, 2014, had been selected, box 05a will be selected. If the box on the line with regards to expenses incurred after June 4, 2014, had been selected, box 05b will be selected. Verify if this corresponds to the period in which the expenses have actually been incurred.

As a result of the modifications announced in the *Information Bulletin* 2014-11, which was published by the *Ministère des Finances du Québec* on December 2, 2014, the credit has been modified.

A separate copy of this form must be completed for qualified R&D expenditures incurred for a taxation year starting after December 2, 2014. A box, i.e. box AA, has been added to that effect under box 05b of the form.

The rate of this credit increases from 28% to 30% with respect to a Canadian-controlled corporation whose assets, taking into account the assets of the associated corporations, does not exceed 50 million dollars for the previous taxation year. The rate is reduced linearly to 14% when the assets vary between 50 million and 75 million dollars. Therefore, Sections 5AA, "Higher rate of the tax credit," and 5BB, "Tax credit" have been added on screen only. The 30% increased rate applies only on the first 3 million dollars of R&D expenditures incurred, and it is calculated on line BB of the new Section 3AA, "Eligible fees or dues giving rise to the higher rate of the tax credit," which has been added on screen only. Until we receive the agreement form concerning the expenditure limit, when the corporation is associated with other corporations, the expenditure limit amount that the corporation allocates itself must be modified on line BB using an override if this amount differs from $3,000,000. For a corporation that is not associated with any other corporation, an amount on $3,000,000 will be indicated on line BB.

For corporations other than Canadian-controlled corporations, only a 14% rate is applicable to qualified expenditures.

RD-1029.8.16.1, Tax Credit for Private Partnership Pre-Competitive Research (Jump Code: 10298161)*

As a result of the official update of the form, which reflects the measures announced in the June 4, 2014, Québec Budget, the check boxes 05a, **Qualified expenditures incurred before June 5, 2014**, and 05b, **Qualified expenditures incurred after June 4, 2014**, have been added to indicate the period in which the qualified expenditures have been incurred. These new boxes replace the *Taxprep* section that related to this topic.

When opening a client file prepared with a prior version of *Corporate Taxprep*, if the box on the line with regards to expenditures incurred before June 5, 2014, had been selected, box 05a will be selected. If the box on the line with regards to expenditures incurred after June 4, 2014, had been selected, box 05b will be selected. Verify if this corresponds to the period in which the expenditures have actually been incurred.

As a result of the modifications announced in the *Information Bulletin* 2014-11, which was published by the *Ministère des Finances du Québec* on December 2, 2014, the credit has been modified.

A separate copy of this form must be completed for qualified expenditures incurred after December 2, 2014, with respect to a partnership agreement entered into after this date. A box, i.e. box AA, has been added to that effect under box 05b of the form.

The rate of this credit increases from 28% to 30% with respect to a Canadian-controlled corporation whose assets, taking into account the assets of the associated corporations, does not exceed 50 million dollars for the previous taxation year. The rate is reduced linearly to 14% when the assets vary between 50 million and 75 million dollars. Therefore, Sections 5AA, "Higher rate of the tax credit," and 5BB, "Tax credit" have been added, on screen only. The 30% increased rate applies only on the first 3 million dollars of R&D

expenditures incurred, and it is calculated on line BB of the new Section 3AA, "Qualified expenditures giving rise to the higher rate of the tax credit," which has been added on screen only. Until we receive the agreement form concerning the expenditure limit, when the corporation is associated with other corporations, the expenditure limit amount that the corporation allocates itself must be modified on line BB using an override if this amount differs from $3,000,000. For a corporation that is not associated with any other corporation, an amount on $3,000,000 will be indicated on line BB.

For corporations other than Canadian-controlled corporations, only a 14% rate is applicable to qualified expenditures.

TP-997.1, Information Return for Tax-Exempt Entities (Jump Code: 9971)

As a result of the removal of the line *City and Province* in Form T1044 (Jump Code: **1044***)*, the field "Address" in Section 7 is now an input field. When opening a client file prepared with a prior version of *Corporate Taxprep*, data on this line will be retained.

MR-69, Power of Attorney, Authorization to Communicate Information, or Revocation (Jump Code: MR69)*

The various fields for entering names on this form have each been replaced by a line for the last name and a line for the first name. In addition, each address field has been replaced by the lines *Apt. or suite*, *Street number* and *Street name, P.O. box*.

When opening a client file prepared with a prior version of *Corporate Taxprep*, the lines relating to the names and addresses will be empty to allow you to enter the information in the new required format.

Because of the above described change, the information on the following lines of Form MR-69 will no longer be transferred from the Identification form:

- line 4b, *Street number*;
- line 4c, *Street name, P.O. box*.

In addition, for the same reason, the information on the following lines of Form MR-69 will no longer be transferred from Form RC59:

- line 12a, *Last name*;
- line 12b, *First name*.

Note that the following lines in Part 2 which relates to the person, within the business, with whom *Revenu Québec* can communicate to obtain information, can now be completed based on the preparer profile selected:

- line 13a, *Last name*;
- line 13b, *First name*.

The information shown on these lines can be entered under the **AUTHORIZATION FORMS** tab of the preparer profiles.

Finally, the following lines, which relate to the designated person's address, have been modified to comply with the new required format:

- line 14a, *Apt. or suite*;
- line 14b, *Street number*;
- line 14c, *Street name, P.O. box*.

Note that in Section 6, the field "Position (if applicable)" can now be retrieved from Form RC59 (Jump Code: **RC59**) when the check box **Update of the information in the form according to the information entered in the federal business consent form (RC59)** is selected.

COZ-1179, Logging Operations Return (Jump Code: 1179)*

Alberta

Alberta Consent Form (Jump Code: AAUT)

In Section 4, data in the fields "Phone number," "Extension" and "Position, Office or Rank" can now be retrieved from Form RC59 (Jump Code: **RC59**) when the check box **Update of the information in the form according to the information entered in the federal business consent form (RC59)** is selected.

When opening a client file prepared with a prior version of *Corporate Taxprep*, data in the fields "Phone number," "Extension" and "Position, Office or Rank" in Section 4 will be overridden if the check box **Update of the information in the form according to the information entered in the federal business consent form (RC59)** is selected.

AT1, Alberta Corporate Income Tax Return (Jump Code: AT1)

In accordance with the latest specifications received from the Alberta Tax and Revenue Administration, the number of characters that can be entered in fields 010, "Legal Name of Corporation," and 011, "Operating Name of Corporation," has been decreased to 70. When opening a client file prepared with a prior version of *Corporate Taxprep*, only the first 70 characters will be retained.

AT1 Schedule 12, Alberta Income/Loss Reconciliation (Jump Code: A12)

In accordance with the latest specifications received from the Alberta Tax and Revenue Administration, the number of characters that can be entered in field 048, "If amount in Line 040, provide explanation," has been decreased to 100. When opening a client file prepared with a prior version of *Corporate Taxprep*, only the first 100 characters will be retained.

Manitoba

Schedule 380, Manitoba Research and Development Tax Credit (Jump Code: 380)*

Schedule 381, Manitoba Manufacturing Investment Tax Credit (Jump Code: 381)*

Schedule 385, Manitoba Odour-Control Tax Credit (S385)*

Schedule 387, Manitoba Small Business Venture Capital Tax Credit (Jump Code: 387)*

Schedule 388, Manitoba Film and Video Production Tax Credit (Jump Code: 388)*

British Columbia

Schedule 422 (T1196), British Columbia Film and Television Tax Credit (Jump Code: 1196)

A new question with respect to the ownership of copyrights in case of an interprovincial co-production has been added to Part 3 of the form.

Schedule 423 - BC T1197, British Columbia Production Services Tax Credit (Jump Code: 1197)*

Schedule 425 (T666), British Columbia (BC) Scientific Research and Experimental Development Tax Credit (Jump Code: 425)*

Newfoundland and Labrador

Schedule 307, Newfoundland and Labrador Corporation Tax Calculation (Jump Code: 307)*

Nova Scotia

Schedule 341, Nova Scotia Corporate Tax Reduction for New Small Businesses (Jump Code: 341)

Line 0, which related to a taxation year including days before January 1, 2012, has been removed.

When opening a client file prepared with a prior version of *Corporate Taxprep*, if an amount was entered on that line, it will not be retained.

Schedule 346, Nova Scotia Corporation Tax Calculation (Jump Code: 346)

Line 0, which related to a taxation year including days before January 1, 2012, has been removed from Part 3.

When opening a client file prepared with a prior version of *Corporate Taxprep*, if an amount was entered on that line, it will not be retained.

New Brunswick

Schedule 366, New Brunswick Corporation Tax Calculation (Jump Code: 366)

In Part 2, in the section relating to the lower tax rate calculation, line I1 has been added to take into account the press release issued by the province of New Brunswick on October 8, 2014. On January 1, 2015, the lower income tax rate will be decreased from 4.5% to 4%. The rate will be calculated proportionally when the taxation year straddles January 1, 2015. In the section relating to the higher tax rate calculation, line K1, which related to a taxation year including days before July 1, 2011, has been removed.

When opening a client file prepared with a prior version of *Corporate Taxprep*, if an amount was entered on line K1, it will not be retained.

Yukon

Schedule 443, Yukon Corporation Tax Calculation (Jump Code: 443)*

Guides

Updated Guides

AgriStability and AgriInvest

- *2014 AgriStability and AgriInvest Program, Corporation/Co-operative and Special Individual Harmonized Form and Guide*
- *Saskatchewan AgriStability 2014 Corporations/Co-operatives/Other Entities Guide*
- *Saskatchewan AgriStability Program Handbook*

Québec

- CO-17.G, *Guide de la déclaration de revenus pour les sociétés* (available in French only)

Reminder

Schedule 88, Internet Business Activities (Jump Code: 88)

CRA guidelines reminder:

If the corporation earns income from one or more Web pages or Web sites, it is required to file Schedule 88 along with the corporation income tax return (T2) for tax years where the filing due date is after December 31, 2014.

Technical Changes

Creating Taxprep Forms files

You can now create a *Taxprep Forms* file and copy the appropriate data in Form *Corporate Identification and Other Information* (Jump Code: **ID**) of a corporation, to the ID form of the new *Taxprep Forms* client file.

As the preparer of the tax return of a corporation for which you want, for example, prepare Form T2054, *Election for a Capital Dividend Under Subsection (2) (Jump Code: **T2054**)*, or the T4 Slip, *Statement of Remuneration Paid (Jump Code: **T4SUPP**)*, this functionality will save you time by preventing you from having to re-enter the data from the ID form into a new *Taxprep Forms client file*.

The **Create Taxprep Forms file** command is available only when a version of the *Taxprep Forms* program supported by *Corporate Taxprep* is installed. For *Corporate Taxprep* 2014 v.2.0, it consists of *Taxprep Forms* 2013 v.4.0 or on of the *Taxprep Forms* 2014 versions.

For further details on this new functionality, consult the Help.

Using a shortcut key to attach a note to a cell

The shortcut key Alt+F10 can now be used to attach a note to the selected cell or to access an existing note.

Automatic sort of attached notes in the Attached Notes - Summary for all client files

The attached notes displayed in the *Attached Notes – Summary* (Jump Code: **ATTN**) can now be sorted based on the order the forms appear in the Form Manager for all client files. In order for the attached notes to be sorted automatically, select the check box **Sort the attached notes automatically** in the “Options – Other forms” section in the **Profile** tab of the preparer profile used.

Wolters Kluwer Add-On Manager for Internet Explorer

When installing your new *Taxprep* version, the additional **Wolters Kluwer Add-On Manager** module for Internet Explorer has automatically been installed to be able to provide, during tax season, new content integration possibilities to make your work easier.

Converting Templates

Converting Template Files

All templates (i.e. client letter templates, client filters, preparer profiles and print formats) created in a prior version must be converted to be used with *Corporate Taxprep* 2014 v.2.0.

Templates can be converted using the **Convert** function which is available in each template view.

Corrected Calculations

The following problems have been corrected in this release:

Québec

- CO-1159.2, *Compensation Tax for Financial Institutions* (Jump Code: **11592**) - Rate applicable to premiums for taxation years ending after March 31, 2014
- Schedule 18, *Federal and Provincial or Territorial Capital Gains Refund* (Jump Code: **18**) – Incorrect tax rate for the provinces of Manitoba, Nova Scotia and Nova Scotia Offshore
- Schedule 21S, *Provincial or Territorial Foreign Non-Business Income Tax Credit* (Jump Code: **21S**) – Incorrect tax rate for the provinces of Manitoba, Prince Edward Island, Nova Scotia and Nova Scotia Offshore
- Schedule 31, *Investment Tax Credit – Corporations* (Jump Code: **31**) – Error message when an eligible salary and wages for apprenticeship job creation expenditures amount is entered in column 603 and you did not open Schedule 552, *Ontario Apprenticeship Training Tax Credit* (Jump Code: **552**) in the active return

Essential Program Information

Taxation Years Covered

Corporate Taxprep 2014 v.2.0 is designed to process corporate tax returns with taxation years beginning on or after January 1, 2012, and ending on or before April 30, 2015.

You must use the appropriate prior version of *Corporate Taxprep* to prepare returns relating to a taxation year that begins before that period. To obtain a list of prior *Corporate Taxprep* versions and corresponding taxation years, consult the “Version Coverage” topic available in the program’s Help.

Default Taxation Year

The default taxation year for a new client file is January 1, 2014, to December 31, 2014.

Specialized Information Module, Network Installation and Module for Internet Transmission of Corporate Tax Return

The modules **Specialized Information (SI)**, **Network Installation** and **Corporation Internet Filing** are options sold separately from the program.

Where to Find Help

If you have any questions regarding the installation or use of the program, there are several options for getting help. Refer to the *QuickStart Guide* in the **Professional Centre** for tips and useful information on how to use the program. If you are in the program and need help, press F1 to get help on a specific topic.

Taxprep e-Bulletin

For your convenience, you are automatically subscribed to **Taxprep e-Bulletin**, a free e-mail service that ensures you receive up-to-date information about the latest version of *Corporate Taxprep*. If you wish to review your subscription to **Taxprep e-Bulletin**, visit www.taxprep.com and click **My e-Bulletin** in the "e-Bulletin" section. You can also send an e-mail to cservice@wolterskluwer.com to indicate the products for which you wish to receive general information or information on our CCH software (*Personal Taxprep*, *Corporate Taxprep*, *Taxprep for Trusts*, *Taxprep Forms* or *CCH Accountants' Suite*).

How to Reach Us

Sales and Customer Service:

E-mail:	cservice@wolterskluwer.com
Telephone:	1-800-268-4522
Fax:	1-800-461-4131

Tax and Technical support:

E-mail:	csupport@wolterskluwer.com
Telephone:	1-800-567-6173
Web Site:	www.taxprep.com