

Alternative Minimum Tax of a Trust 2021

	Identification number	Trust account number
1a		1a1 T - -
Name of the trust		
1b		

This form must be filed by any trust that is subject to alternative minimum tax (AMT) for the **2021 taxation year** or that is carrying forward an amount of additional income tax resulting from the AMT for one of the seven previous years. Enclose the form with the *Trust Income Tax Return* (form TP-646-V).

Only a testamentary trust that has designated itself as a graduated rate estate may claim the basic exemption of \$40,000 in the calculation of the AMT.

There can be only one graduated rate estate in respect of a deceased individual.

Note that we use the term "succession" in this form instead of the term "estate" because "succession" is the term used in Québec legislation.

In this form, the term "return" refers to the *Trust Income Tax Return* (form TP-646-V) and the term "schedule" refers to a schedule of the return.

Important

Taxable capital gains for AMT purposes represent 80% of the capital gains. Allowable capital losses for AMT purposes represent 80% of the capital losses.

1 Additions to taxable income

1.1 Additions resulting from certain deductions (Where applicable, complete section 5.1 before completing this section.)

Rental property (rental buildings and leasing property)

CCA, carrying charges and interest expenses for rental property (see **note 1**)

Where the trust is a member of a partnership (see **note 2**), enter the amount by which the trust's share of CCA, carrying charges and interest expenses included in the amount on line 98 for rental property **exceeds** the portion of the amount on line 102 that is attributable to that share (see **note 3**).

Add lines 10 and 11.

Net income from rental property, before deduction of CCA, carrying charges and interest expenses, **plus** the amount by which the taxable capital gains for AMT purposes **exceed** the allowable capital losses for AMT purposes on the disposition of such property (see **note 1**). If the result is negative, enter 0.

Subtract line 13 from line 12. If the result is negative, enter 0.

	10		
+	11		
=	12		
-	13		
=			▶ 14

Films

CCA, carrying charges and interest expenses for certain films (see **note 4**)

Where the trust is a member of a partnership (see **note 2**), enter the amount by which the trust's share of CCA, carrying charges and interest expenses included in the amount on line 95 for certain films **exceeds** the portion of the amount on line 97 that is attributable to that share (see **note 3**).

Add lines 15 and 16.

Net income from the films referred to on line 15, before deduction of CCA, carrying charges and interest expenses, **plus** the amount by which the taxable capital gains for AMT purposes **exceed** the allowable capital losses for AMT purposes on the disposition of such films (see **note 4**). If the result is negative, enter 0.

Subtract line 18 from line 17. If the result is negative, enter 0.

	15		
+	16		
=	17		
-	18		
=			▶ 19



1.1 Additions resulting from certain deductions (continued)

Resources

Resource deductions (including the depletion allowance and the deduction for certain issue expenses related to Québec resources, but not the additional deductions for Québec resources), plus carrying charges, interest expenses and flotation costs of resource securities		20	
Net income from resources (including royalties) before deduction of the amount on line 20. If the amount of income is negative, enter 0.	21		
Income from the disposition of foreign mining property and the recovery of resource deductions. If the result is negative, enter 0.	+ 22		
Add lines 21 and 22.	=	23	
Subtract line 23 from line 20. If the result is negative, enter 0.	=		+ 24
The trust's share in the losses sustained by a partnership referred to in section 5.1.1 (see note 2)			+ 25
Carrying charges and interest expenses for the acquisition of an interest in a partnership referred to in section 5.1.2 (see note 5)			+ 26
Losses and deductions for tax shelters (see note 6)			+ 27

1.2 Addition resulting from the capital gains not designated to beneficiaries

Amount from line 53 of the return		30	
Designated net taxable capital gains (column 4 of line 400 of Schedule C)	-	31	
Subtract line 31 from line 30.	=	32	
	×	2	
Multiply line 32 by 2.	=	33	
Capital gains resulting from the surrender of property on default of payment	-	34	
Subtract line 34 from line 33. If the result is negative, enter it with a minus sign (-).	=	35	
Adjustment to the capital gains inclusion rate for the purpose of calculating the AMT	×	30%	
Multiply line 35 by 30%. If the amount on line 35 is negative, enter the lesser of the following amounts, preceded by a minus sign (-):			
• the amount from line 32;			
• the amount obtained by subtracting line 33 from line 34 and multiplying the result by 30%.	=		+ 36
Add lines 14, 19, 24 through 27 and 36.			Additions to taxable income = 37

2 Adjusted taxable income and AMT (Where applicable, complete section 5.2 before completing this section.)

Amount from line 37		40	
Taxable income (amount from line 99 of the return, or amount that would have been entered on line 99 had you been able to enter a negative amount). If the amount is negative, enter it with a minus sign (-).			+ 41
Portion of non-capital losses from other years entered on line 91 of the return that is attributable to:			
• CCA and the additional deduction for certain films (including certified Québec films)			+ 42
• resource deductions (including the depletion allowance and the deduction for certain issue expenses related to Québec resources, but not the additional deductions for Québec resources)			+ 43
• carrying charges and interest expenses for films, resources and rental property, if the loss was sustained after 1994			+ 44
• the trust's share of a loss sustained after 1994 by a partnership if, for 2003 through 2011:			
– the trust did not elect to take into account only losses from partnerships that are tax shelters (see note 7)			+ 45
– the trust elects (see note 8) to take into account only losses from partnerships that are tax shelters			+ 45a
Adjustment made to the adjustment of investment expenses (line 137). If the amount is negative, enter it with a minus sign (-).			+ 46
Add lines 40 through 46.			= 47



2 Adjusted taxable income and AMT (continued)

Amount from line 47			47a	
Amount of the gross-up dividends not designated (line 83 of the return)		48		
Business investment loss (amount from line 69 of the return)	49			
Net capital losses from other years (all or part of the amount from line 92 of the return) (see note 9)	+ 50			
Add lines 49 and 50.	= 51			
	×	60%		
Multiply line 51 by 60%.	=		52	
Add lines 48 and 52.			=	53
Subtract line 53 from line 47a.				= 54
Adjustment made to the carry-over of the adjustment of investment expenses (line 150)				+ 55
Add lines 54 and 55.				
				Adjusted taxable income = 56

Basic exemption for a trust that is a graduated rate estate. Enter \$40,000.				- 57
Subtract line 57 from line 56. If the result is positive, continue the calculations. If the result is not positive, the trust has no AMT payable. In the latter case, if the trust is carrying forward additional income from the seven previous years to 2021, enter 0 on line 61 and complete Part 4.				= 58
AMT rate			×	15%
Multiply line 58 by 15%.				= 59
Tax credit for donations and gifts (line 123 of the return)				- 60
Subtract line 60 from line 59.				= 61
Percentage of business carried on in Québec (line 23 or 43 of form TP-750-V, if applicable; otherwise, enter 100%)			×	62a %
Multiply line 61 by the percentage entered on line 62a.				= 62
Foreign tax credit (line 124 of the return)				- 63
Subtract line 63 from line 62.				= AMT 64

3 Additional income tax resulting from the AMT for 2021

AMT (line 64)				70
Regular income tax payable (line 129 of the return or line 28 or 44 of form TP-750-V, as applicable)		71		
Additional income tax resulting from the AMT carried forward to 2021 (line 85), if applicable		- 72		
Subtract line 72 from line 71. If the result is negative, enter 0.				= 73
Subtract line 73 from line 70. If the result is negative, enter 0. If the result is positive, enter it on line 130 of the return. Since this amount may be carried forward to a subsequent year, also carry it to line 164.				
				Additional income tax resulting from the AMT for 2021 = 74

4 Additional income tax resulting from the AMT carried forward to 2021 (Complete lines 160 and 161 of section 5.3 before completing this part.)

Amount from line 122 of the return		80		
Line 123 of the return plus line 61		- 81		
Subtract line 81 from line 80. If the result is negative, enter 0.				= 82
Percentage from line 62a		×	83a %	
Multiply line 82 by the percentage on line 83a.				= 83b
Total of lines 125 and 128 of the return				- 83c
Subtract line 83c from line 83b.				= 83
Balance of the additional income tax for the seven previous years that may be carried forward to 2021 (total of all balance amounts from line 161.6)				84
Total of the amounts on line 161.7. The total must not exceed the amount from line 83 or line 84, whichever is less. Enter the amount on line 132 of the return.				Additional income tax resulting from the AMT carried forward to 2021 85



5 Special cases

5.1 Partnerships in which the trust holds an interest

In this section (lines 90 through 105), do not take into account any amount from the fiscal period of a partnership that ended immediately before its dissolution.

5.1.1 Trust's share of the losses sustained by a partnership

Taxable capital gains or net capital loss (amount from line 230 of Schedule A). In the case of a loss, enter the amount with a minus sign (-).

Amount by which the trust's share of the allowable capital losses of a particular partnership **exceeds** the total of the trust's share of the partnership's taxable capital gains **and** the taxable capital gain realized by the trust on the disposition of its interest in the partnership

Add lines 90 and 91. If the result is negative, enter 0.

Amount from line 90 (if it is positive)

Subtract line 93 from line 92. If the result is negative, enter 0.

90	.
+ 91	.
= 92	.
- 93	.
= 94	.

If the trust is a member of more than one partnership, complete lines 95 through 102 for each partnership. Enclose additional copies of page 4 containing the requested information.

The trust's share of a particular partnership's business loss (all or part of the amount on line 55 of the return) **plus** the amount of the deduction for certain films which is included in the amount on line 70 of the return. Enter the amount without the minus sign (-).

Amount by which the **total** of the trust's share of the taxable capital gains for AMT purposes on the disposition of property used in the business **and** the trust's taxable capital gain for AMT purposes on the disposition of its interest in the partnership **exceeds** its share of all of the partnership's allowable capital losses for AMT purposes on the disposition of property of the partnership

Subtract line 96 from line 95. If the result is negative, enter 0.

95	.
- 96	.
= 97	.

The trust's share of the partnership's property losses.
Enter the amount without the minus sign (-).

Trust's share of the partnership's net property income

Amount by which the **total** of the trust's share of the taxable capital gains for AMT purposes on the disposition of property held by the partnership to earn property income **and** the trust's taxable capital gain for AMT purposes on the disposition of its interest in the partnership **exceeds** its share of all of the partnership's allowable capital losses for AMT purposes on the disposition of property of the partnership

Add lines 99 and 100.

Subtract line 101 from line 98. If the result is negative, enter 0.

Where applicable, add lines 97 and 102 for each additional partnership, and enter the result.

Add lines 94, 97, 102 and 103. Carry the result to line 25.

98	.
99	.
+ 100	.
= 101	.
+ 102	.
+ 103	.
= 104	.

5.1.2 Carrying charges and interest expenses for the acquisition of an interest in a partnership

Amount by which the carrying charges and interest expenses (included on line 64 of the return) for the acquisition by the trust of an interest in a partnership **exceed** the trust's share of the partnership's income (see **note 3**). Carry the result to line 26.

105	.
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5.2 Adjustments made further to the adjustment of investment expenses (Complete this section if you completed Schedule B.)

5.2.1 Adjustment of investment expenses and income

Total of lines 97, 102 and 103 (if the amounts are included on line 336 of Schedule B)				110	.
Amount from line 105			+	111	.
Amount from line 17		112			.
Amount from line 19		113			.
Enter the amount from line 112 or 113, whichever is less.			+	114	.
Amount from line 20 minus the deductions for Québec exploration and development expenses		115			.
Deductions for exploration and development expenses (incurred outside Québec)	<input type="text"/>	× 1/2 ▶	-	116	.
Subtract line 116 from line 115.			=	117	.
Amount from line 24		118			.
Enter the amount from line 117 or 118, whichever is less.			+	119	.
Amount from line 45 or 45a, as applicable			+	120	.
Amount from line 338 of Schedule B (see note 9)	<input type="text"/>	× 60% ▶	+	121	.
Add lines 110, 111, 114 and 119 through 121.			=	122	.

Total investment expenses (total of lines 336 and 339 of Schedule B)				123	.
	-	Adjustment of investment expenses (line 122 above)	▶		

Amount from line 94				125	.
Taxable capital gains that do not give entitlement to a deduction (line 343 of Schedule B)		126			.
Amount from line 94			+	127	.
Add lines 126 and 127.			=	128	.
Amount from line 128	<input type="text"/>	× 60% ▶	+	129	.
Add lines 125 and 129.			=	130	.
Amount of the gross-up of dividends not designated (line 83 of the return)			-	131	.
Subtract line 131 from line 130. If the result is negative, enter it with a minus sign (-).			=	132	.

Total investment income (line 346 of Schedule B)				133	.
	+	Adjustment of investment expenses (line 132 above)	▶		

5.2.2 Adjustment made to the adjustment of investment expenses

If the amounts on lines 122 and 132 both equal 0, enter 0 on line 137. Otherwise, complete section 5.2.2.

Amount by which line 123 exceeds line 133				135	.
Total adjustment of investment expenses (total of lines 350 and 355 of Schedule B)			-	136	.
Subtract line 136 from line 135. If the result is negative, enter it with a minus sign (-). Carry the result to line 46.			=	137	.



5.2.3 Adjustment made to the carry-over of the adjustment of investment expenses

Even if the trust does not carry over the adjustment of investment expenses on its return, complete this section to calculate the unused portion of the adjustment of investment expenses for AMT purposes.

Total adjustment of investment expenses for 2020 (lines 350 and 355 of Schedule B for 2020)	140	.
Adjustment made to the adjustment of investment expenses for the purposes of the 2020 AMT (line 137 of form TP-776.42.F-V, <i>Alternative Minimum Tax of a Trust</i> , for 2020). If the amount is negative, enter 0.	- 141	.
Subtract line 141 from line 140.	= 142	.
Unused portion of the adjustment of investment expenses for the purposes of the 2020 AMT (amount from line 146 of form TP-776.42.F-V for 2020)	+ 143	.
Add lines 142 and 143.	= 144	.
Carry-over of the adjustment of investment expenses for the purposes of the 2020 AMT (line 149 of form TP-776.42.F-V for 2020)	- 145	.
Subtract line 145 from line 144.		
Unused portion of the adjustment of investment expenses for the purposes of the 2021 AMT	= 146	.
Carry-over of the adjustment of investment expenses (line 86 of the return)	147	.
Amount by which line 133 exceeds line 123	148	.
Carry-over of the adjustment of investment expenses for AMT purposes. Enter the amount from line 146, 147 or 148, whichever is least.	- 149	.
Subtract line 149 from line 147. Carry the result to line 55.		
Adjustment made to the carry-over of the adjustment of investment expenses	= 150	.

5.3 Additional income tax that may be carried forward to a year subsequent to 2021

This section must be completed by a trust that is deducting from its income tax payable for 2021 an amount respecting the additional income tax resulting from the AMT for the seven previous years.

		2014	2015	2016	2017	2018	2019	2020
160	Additional income tax (see note 10)							
Carry these amounts to the first line of the column corresponding to the appropriate year.		▼	▼	▼	▼	▼	▼	▼
161	1 Amount carried to 2015	.						
	Balance	=	.					
2	2 Amount carried to 2016	.	.					
	Balance	=	.	.				
3	3 Amount carried to 2017	.	.	.				
	Balance	=	.	.	.			
4	4 Amount carried to 2018	.	.	.	.
	Balance	=	.	.	.	.
5	5 Amount carried to 2019	.	.	.	.	.
	Balance	=	.	.	.	.	.
6	6 Amount carried to 2020	.	.	.	.	.	.
	Balance (see note 11)	=	.	.	.	.	.	.
7	7 Amount carried to 2021 (see note 12)	.	.	.	.	.	.	.
162	Balance	=		.	.	.	.	.

Add the amounts on line 162. Carry the total to line 165 if the trust is not subject to AMT for 2021.	163	.
Additional income tax resulting from the AMT for 2021 (amount from line 74)	+ 164	.
Add lines 163 and 164.	Additional income tax that may be carried forward to a year subsequent to 2021	= 165



Notes

1. Do not include on this line amounts taken into account in calculating a loss entered on line 98.
2. The partnership referred to is one in which the trust holds an interest that is a **tax shelter** to which a tax shelter identification number has been or must be assigned pursuant to section 1079.2 of the *Taxation Act* or section 237.1 of the federal *Income Tax Act*.
If such a partnership allocated to the trust a capital loss, business loss or property loss for the fiscal period that ended during the trust's taxation year, complete section 5.1.1 to calculate the portion of those losses that is not deductible for AMT purposes.
3. If the trust is a member of more than one partnership, enter on this line the total of the excess amounts calculated for each partnership.
4. Do not include on this line amounts taken into account in calculating a loss entered on line 95.
5. The partnership referred to is one in which the trust holds an interest (including an interest that is a tax shelter) if, as applicable:
 - the trust is a limited partner of the partnership, or has been a specified member of the partnership since becoming a member of the partnership; or
 - the partnership is the owner of a film or rental property.
 If the trust incurred carrying charges and interest expenses for the acquisition of an interest in such a partnership, complete line 105 to calculate the portion of those charges and expenses that is not deductible for AMT purposes.
6. Enter the total losses and deductions, calculated on form TP-1079.6-V, *Statement of Losses, Deductions and Tax Credits Respecting a Tax Shelter*, **plus**, if applicable, the total carrying charges and interest expenses incurred during the taxation year to acquire a tax shelter, unless those losses, deductions, charges and expenses have already been entered on lines 25 and 26.
7. The partnerships referred to are:
 - in the case of a loss sustained before 2012, partnerships of which the trust is a limited partner, or of which it has been a specified member since becoming a member, or partnerships that are tax shelters;
 - in the case of a loss sustained after 2011, exclusively partnerships that are tax shelters.
8. If applicable, the election the trust made, which applied from 2006 through 2011, to take into account only the losses that it sustained as a limited partner or a specified member (since becoming a member) of a partnership that is a tax shelter now applies from 2003 to 2011. In this case, enter only the portion of the losses sustained from 2003 to 2020 that is from partnerships that were tax shelters. Add to this amount all losses that the trust sustained before 2003 as a limited partner or as a specified member (since becoming a member) of a partnership, or as a member of a partnership that was a tax shelter.
If the trust did not make the above election, enter all losses sustained before 2012 as a limited partner or a specified member (since becoming a member) of a partnership or as a member of a partnership that was a tax shelter. Add to this amount the trust's portion of any loss sustained from 2012 to 2020 by a partnership that was a tax shelter and of which the trust was a partner.
9. The amount you enter on this line **must not include** the portion of the net capital losses from other years that is attributable to:
 - the allowable capital losses resulting from the surrender of property on default of payment; or
 - where the trust is a member of a partnership, the trust's share of an allowable capital loss that was not deductible in calculating the AMT for the year the loss was sustained. This portion corresponds to the excess amount covered by line 91 for the year in question. If the trust made the election referred to on line 45a, calculate this excess amount only if the partnership is a tax shelter.
10. As the additional income tax for a given year may be carried forward no more than **seven** years, apply the amounts from the earliest years first.
11. Add all of the balance amounts entered on this line and carry the total to line 84.
12. For each year, where applicable, enter the amount of additional income tax resulting from the AMT (all or part of the balance entered on line 161.6) that the trust is carrying forward to 2021. Add all of the amounts on line 161.7 and carry the total to line 85.

