



Return of Fuel Charge Proceeds to Farmers Tax Credit

- Use this form to claim the **return of fuel charge proceeds to farmers tax credit** if you are a self-employed farmer or an individual who is a member of a partnership who operates a farming business with one or more permanent establishment(s) in one or more of the following designated provinces: Ontario (ON), Manitoba (MB), Saskatchewan (SK) or Alberta (AB).
- The **return of fuel charge proceeds to farmers tax credit** is a refundable tax credit equal to the **eligible farming expenses** that can be attributed to a **designated province**, multiplied by the **payment rate** specified for the calendar year for the designated province. Members of a partnership can claim their portion of the partnership's total credit based on their specified proportion.
- If you operate multiple farming businesses, fill in only one Form T2043 and attach the applicable additional calculation chart(s) for each of your farming businesses.
- Attach this form and additional calculation chart(s), if applicable, to your income tax and benefit return.
- If you are claiming this credit for a trust, fill in this form and attach it to Form T3RET, T3 Trust Income Tax and Information Return.

67062 Tick this box if you have multiple farming businesses with one or more permanent establishment(s) in multiple provinces or territories.

How to fill in this form

Fill in parts 1, 2 and 5 if you have:

- one farming business with one or more permanent establishment(s) in only one designated province
- multiple farming businesses, each of which has one or more permanent establishment(s) in the same designated province
- multiple farming businesses, where, for example, one business has one or more permanent establishment(s) in only one designated province and another business has one or more permanent establishment(s) in a different designated province

Fill in parts 1, 3, 4 and 5 if your farming business operates in more than one province or territory and at least one is a designated province.

If you are an individual who did not incur any farming expenses, but you are a member of a partnership that incurred farming expenses, go to Part 5 and only fill in the applicable lines 67079, 67080, 67081 and 67082, as well as amounts 5C and 5D.

To fill in this form, you will need to refer to Form(s) T2042, Statement of Farming Activities, you filed for your business(es). If you are participating in the AgriStability and AgriInvest programs, refer to the following applicable forms instead:

- Form T1163, Statement A – AgriStability and AgriInvest Programs Information and Statement of Farming Activities for Individuals
- Form T1164, Statement B – AgriStability and AgriInvest Programs Information and Statement of Farming Activities for Additional Farming Operations
- Form T1273, Statement A – Harmonized AgriStability and AgriInvest Programs Information and Statement of Farming Activities for Individuals
- Form T1274, Statement B – Harmonized AgriStability and AgriInvest Programs Information and Statement of Farming Activities for Additional Farming Operations

Part 1 – Gross eligible farming expenses

Fill in a separate Chart A for each business.

Total gross eligible farming expenses for all of your businesses: Add amount 6 of every Chart A.

See **note 1** **67061** _____

Note 1: If your total gross eligible farming expenses for all businesses are \$25,000 or more, you are eligible to claim the credit.

Part 2 – Return of fuel charge proceeds to farmers tax credit (one designated province per farming business)

Fill in Part 2 for your farming businesses that have one or more permanent establishment(s) that operate in only one of the designated provinces.

Add all eligible farming expenses in ON from amount 6 of Chart A	67063 _____	× ON payment rate 0.173% = _____	2A
Add all eligible farming expenses in MB from amount 6 of Chart A	67064 _____	× MB payment rate 0.173% = _____	2B
Add all eligible farming expenses in SK from amount 6 of Chart A	67065 _____	× SK payment rate 0.173% = _____	2C
Add all eligible farming expenses in AB from amount 6 of Chart A	67066 _____	× AB payment rate 0.173% = _____	2D
Total: Add amounts 2A to 2D (enter this total at amount 5A)	_____		2E

Part 3 – Summary of allocation of eligible farming expenses to a designated province

Fill in a separate Chart B for each farming business with one or more permanent establishment(s) in more than one province or territory, where at least one province is a designated province, to allocate eligible farming expenses to a designated province.

Gross income of the farming businesses reasonably allocated to the permanent establishment(s) in the designated province(s)

Add all ON amounts from row 1 of every Chart B	67067 _____
Add all MB amounts from row 1 of every Chart B	67068 _____
Add all SK amounts from row 1 of every Chart B	67069 _____
Add all AB amounts from row 1 of every Chart B	67070 _____

Salaries and wages paid to employees of the farming businesses reasonably allocated to the designated province(s)

Add all ON amounts from row 4 of every Chart B	67071 _____
Add all MB amounts from row 4 of every Chart B	67072 _____
Add all SK amounts from row 4 of every Chart B	67073 _____
Add all AB amounts from row 4 of every Chart B	67074 _____
Total gross income in all provinces and territories from all farming businesses: Add the amount from row 2 of every Chart B you fill in	67075 _____
Total salaries and wages paid to employees in all provinces and territories from all farming businesses: Add the amount from row 5 of every Chart B you fill in	67076 _____

Part 4 – Return of fuel charge proceeds to farmers tax credit (farming business in more than one province or territory, and at least one province is a designated province)

Fill in Part 4 to determine your eligible credit claim for each designated province in which your farming businesses operate.

Fill in a separate Chart C for each farming business.

Total credit in ON for all businesses: Add amount 7 of every Chart C	_____	4A
Total credit in MB for all businesses: Add amount 8 of every Chart C	_____	4B
Total credit in SK for all businesses: Add amount 9 of every Chart C	_____	4C
Total credit in AB for all businesses: Add amount 10 of every Chart C	_____	4D
Total: Add amounts 4A to 4D (enter this total at amount 5B)	_____	4E

Part 5 – Total return of fuel charge proceeds to farmers tax credit

Fill in Part 5 to determine your total credit for all of your farming businesses.

Enter amount 2E 5A

Enter amount 4E 5B

Credit allocated from a partnership for ON (amount from box 237 of your T5013 slips or letter)..... **67079**

Credit allocated from a partnership for MB (amount from box 237 of your T5013 slips or letter)..... **67080**

Credit allocated from a partnership for SK (amount from box 237 of your T5013 slips or letter)..... **67081**

Credit allocated from a partnership for AB (amount from box 237 of your T5013 slips or letter)..... **67082**

Total credit allocated from partnerships: Add lines 67079 to 67082. See **note 2** **5C**

Total credit for all businesses: Amount 5A **plus** amount 5B **plus** amount 5C (enter this amount on line 47556 of your income tax and benefit return). See **note 3** **5D**

This credit cannot be shared with another individual.

Note 2: The credit allocated to an individual who is a member of a partnership is considered assistance. Therefore, you must include the portion of the credit allocated to each business at line 9951 of Form T2042 for that business when you calculate your net farming income in the tax year the credit is claimed.

If you participate in the AgriStability and AgriInvest programs, include these amounts at line 9951 of the respective Forms T1163, T1164, T1273 or T1274 instead.

Note 3: The credit for a self-employed farmer is considered assistance. Therefore, you must include the portion of the credit allocated to each business from amounts 5A and 5B of this form at line 9600 of Form T2042 for that business when you calculate your gross farming income in the tax year the credit is claimed.

If you participate in the AgriStability and AgriInvest programs, include these amounts at line 9600 of the respective Forms T1163, T1164, T1273 or T1274 instead.

If you are claiming this credit for a trust, enter amount 5D on line 64 of Form T3RET.

Chart A – Gross eligible farming expenses

If you are participating in the AgriStability and AgrilInvest programs, see **note 4**.

Total farming expenses (line 9898 of Form T2042).....	_____	1
Mandatory inventory adjustments (line 9937 of Form T2042).....	_____ 2	
Optional inventory adjustments (line 9938 of Form T2042).....	_____ 3	
Non-arm's length transactions (total of all expenses incurred in a non-arm's length transaction in Part 4 of Form T2042).....	_____ 4	
Subtotal: Add amounts 2 to 4	<u> </u> ▶ <u> </u>	5
Gross eligible farming expenses: Amount 1 minus amount 5.....	<u> </u>	6

Add amount 6 to line 67061 of Part 1.

Note 4: If you are participating in the AgriStability and AgrilInvest programs, refer to the applicable Form T1163, T1164, T1273 or T1274 filed for your business instead of Form T2042. If you are using any of these forms, enter the following amounts:

- amount from line 9968 at amount 1
- amount from line 9937 at amount 2
- amount from line 9938 at amount 3
- total of all expenses incurred in a non-arm's length transaction from the "Expenses" section at amount 4

Chart B – Calculation of allocation of eligible farming expenses to a designated province

	ON	MB	SK	AB
1. Gross income (\$) of the farming business reasonably allocated to the permanent establishment(s) in the designated province (applicable portion of line 9659 of Form T2042, excluding the credit). See note 5				
2. Total gross income (\$) of the farming business in all provinces and territories (line 9659 of Form T2042, excluding the credit). See note 6				
3. Percentage (%) of gross income allocated to the designated province. Row 1 divided by row 2				
4. Salaries and wages paid (\$) to employees of the farming business reasonably allocated to the permanent establishment(s) in the designated province (applicable portion of line 9814 of Form T2042). See note 7				
5. Total salaries and wages paid (\$) to employees of the farming business in all provinces and territories (line 9814 of Form T2042). See note 8				
6. Percentage (%) of salaries and wages allocated to the designated province. Row 4 divided by row 5				
7. Total percentage (%) of expenses. Row 3 plus row 6				
8. Percentage (%) of expenses allocated to the designated province. Row 7 multiplied by 50%. See note 9				
9. Eligible farming expenses (\$) of the farming business allocated to the designated province. Row 8 multiplied by amount 6 of Chart A for this business				

Note 5: If you are participating in the AgriStability and AgriInvest programs, enter the applicable portion of line 9959 of the applicable Form T1163, T1164, T1273 or T1274 instead.

The gross income has to be allocated in accordance with section 2603 of the federal Income Tax Regulations. Add the amounts from row 1 to the appropriate line for the corresponding designated province in Part 3 (lines 67067, 67068, 67069 and 67070).

Note 6: If you are participating in the AgriStability and AgriInvest programs, enter the total of line 9959 of the applicable Form T1163, T1164, T1273 or T1274 instead.

Add the total gross income of the farming business in all provinces and territories to line 67075 in Part 3.

Note 7: If you are participating in the AgriStability and AgriInvest programs, enter the applicable portion of lines 9815 and 9816 of the applicable Form T1163, T1164, T1273 or T1274 instead.

The salaries and wages paid to employees have to be allocated in accordance with section 2603 of the federal Income Tax Regulations. Add the amounts from row 4 to the appropriate line for the corresponding designated province in Part 3 (lines 67071, 67072, 67073 and 67074).

Note 8: If you are participating in the AgriStability and AgriInvest programs, enter the total of lines 9815 and 9816 of the applicable Form T1163, T1164, T1273 or T1274 instead.

Add the total salaries and wages paid to employees of the farming business in all provinces and territories to line 67076 in Part 3.

Note 9: If either the total gross income from row 2 or the total salaries and wages from row 5 is zero, do not multiply row 7 by 50%.

Chart C – Return of fuel charge proceeds to farmers tax credit (farming business in more than one province or territory, and at least one province is a designated province)

Eligible farming expenses in ON from row 9 of Chart B. Add amount 7 at amount 4A	_____	× ON payment rate 0.173% =	_____	7
Eligible farming expenses in MB from row 9 of Chart B. Add amount 8 at amount 4B	_____	× MB payment rate 0.173% =	_____	8
Eligible farming expenses in SK from row 9 of Chart B. Add amount 9 at amount 4C	_____	× SK payment rate 0.173% =	_____	9
Eligible farming expenses in AB from row 9 of Chart B. Add amount 10 at amount 4D	_____	× AB payment rate 0.173% =	_____	10

See the privacy notice on your return.