



## Joint Election to Split Pension Income for 2018

Complete this form if you (the transferring spouse or common-law partner) are electing to split your eligible pension income with your spouse or common-law partner (the receiving spouse or common-law partner) and if you meet **all** of the following conditions:

- You and your spouse or common-law partner were not living separate and apart from each other, because of a breakdown in your marriage or common-law partnership, at the end of the tax year and for a period of 90 days or more beginning in the tax year.
- You and your spouse or common-law partner were residents of Canada on December 31, 2018 (or on the date of death).
- You received pension income in the tax year qualifying for the pension income amount (see "Retirement income – Summary table" in Step 2 of the Federal Income Tax and Benefit Guide) or you were 65 years of age or older and received certain qualifying amounts distributed from a retirement compensation arrangement (Box 17 of your T4A-RCA slips).

**Only one joint election can be made for a tax year.** If both you and your spouse or common-law partner have eligible pension income, you need to decide who will act as the transferring spouse or common-law partner electing to allocate part of their eligible pension income to the other spouse or common-law partner (the receiving spouse or common-law partner).

This form needs to be filed by your **filing due date** for the year. For more information on filing due dates, see the Federal Income Tax and Benefit Guide. We may allow you to make a late or amended election, or revoke an original election, under certain circumstances. Contact us if you need more information.

If you are filing electronically, keep this form in case we ask to see it later. If you are filing a paper return, you **must** complete, **sign**, and attach copies of this form to **both** your return and your spouse or common-law partner's return. **The information on the forms must be the same.**

### Step 1 – Identification

#### Information about you (the transferring spouse or common-law partner)

Last name	First name	Social insurance number
Home address		Postal code

#### Information about your spouse or common-law partner (the receiving spouse or common-law partner)

Last name	First name	Social insurance number
Home address (if different from above)		Postal code

### Step 2 – Maximum split-pension amount

To calculate the eligible pension income amount, the **transferring spouse or common-law partner** must complete line 314 of the Worksheet for Schedule 1 found in the Income tax package.

Enter the amount from **line A** of line 314 of the **transferring spouse's or common-law partner's** Worksheet for Schedule 1

**6802** \_\_\_\_\_ **A**

Enter the amount from box 128 of the **transferring spouse's or common-law partner's** T4A slip

**6807** – \_\_\_\_\_

Amount from line 6802 minus the amount from line 6807

**=** \_\_\_\_\_ **A.1**

#### Qualifying RCA payments and veteran's benefits

If you were **65 years of age or older on December 31, 2018** (or on the date of death) and received life annuity payments from a retirement compensation arrangement (RCA) or veterans benefits, complete lines 1 to 4. **Otherwise**, enter "0" on line B.

Enter the amount from box 17 of the **transferring spouse's or common-law partner's** T4A-RCA slips

**6806** \_\_\_\_\_ **1**

Enter the amount from line 6807

**+** \_\_\_\_\_ **2**

Add lines 1 and 2

**=** \_\_\_\_\_ **3**

\$103,056 minus the amount from line A.1 (if negative, enter "0")

\_\_\_\_\_ **4**

Enter the **lesser** of lines 3 and 4

**+** \_\_\_\_\_ **B**

Add lines A.1 and B

**=** \_\_\_\_\_ **C**

**Marital status change**

If your marital status changed during the tax year, calculate the eligible pension income for the period that you were married or living common-law. **Otherwise**, enter the amount from line C on line E.

Number of months married or living common-law	<b>6803</b>	×	Amount from line C	_____	=	_____	<b>D</b>
Divided by:			12*				
Number of months in the tax year							

\* If the transferring spouse or common-law partner is deceased, use the number of months up to and including the month of death.

Enter the amount from line D, if it applies. Otherwise, enter the amount from line C.

		<b>E</b>
×	<b>50%</b>	
=		<b>F</b>

Multiply the amount on line E by 50% **Maximum split-pension amount**

**Step 3 – Elected split-pension amount**

Enter the amount that you and your spouse or common-law partner decide to jointly elect to be your split-pension amount for the year. The split-pension amount cannot be more than the amount from Line F.

_____	<b>G</b>
-------	----------

Enter this amount on line 210 of the **transferring spouse's or common-law partner's** return and on line 116 of the **receiving spouse's or common-law partner's** return.

**Step 4 – Pension income amount (line 314)**

**Part A – Calculate the pension income amount of the transferring spouse or common-law partner**

Amount from line A	_____		<b>H</b>
Amount from line G, unless <b>Note 1</b> below applies	_____	-	<b>J</b>
Line H minus line J	_____	=	<b>K</b>

Enter \$2,000 or the amount from line K, whichever is **less**, on line 314 of the transferring spouse or common-law partner's Schedule 1.

**Note 1**

If the transferring spouse or common-law partner entered an amount on line B, complete the following calculation and enter the result on line J: **line G – [(line B – line 2) ÷ line C] × line G**

**Part B – Calculate the pension income amount of the receiving spouse or common-law partner**

If there is an amount on line 115 or line 129 of the receiving spouse's or common-law partner's return, enter the amount from line A of line 314 of **their** Worksheet for Schedule 1. Otherwise, enter "0".

Amount from line J, unless <b>Note 2a</b> below applies	_____	+	<b>L</b>
Add lines L and M	_____	=	<b>N</b>

Enter \$2,000 or the amount from line N, whichever is **less**, on line 314 of the receiving spouse's or common-law partner's Schedule 1.

**Note 2a**

If all of the following conditions apply, read Note 2b below:

- the amount on line L is **less than \$2,000**
- the receiving spouse or common-law partner was under age 65 on December 31, 2018
- the transferring spouse or common-law partner was age 65 or older and received any:
  - RRIF, RRSP, or other annuity payments
  - variable pension benefits paid from a money-purchase provision of a registered pension plan
  - payment out of a pooled registered pension plan (other than amounts received due to the death of their former spouse or common-law partner)
  - veteran's benefits included on line 2 of this form

**Note 2b**

If Note 2a applies, calculate the amount to enter on line M as follows:

- (1) Recalculate the amount on line A.1 by deducting any of the following sources of pension income:
  - RRIF, RRSP, or other annuity payments received by your spouse or common-law partner
  - variable pension benefits paid from a money purchase provision of a registered pension plan
  - any payment out of a pooled registered pension plan (other than amounts received due to the death of their former spouse or common-law partner)
- (2) If the result from (1) above is **\$4,000 or more**, enter on line M the amount from line J.
- (3) If the result from (1) above is **less than \$4,000**, recalculate Steps 2 and 3 **only** using the result from (1) as the amount for line C. Enter on line M **the lesser** of the amount from line G or J.

**Step 5 – Income tax deducted (line 437)**

Enter the total tax deducted from the **transferring spouse's or common-law partner's** pension income entered on line C\*

6804

• O

\* If the transferring spouse's or common-law partner's information slip(s) include(s) income tax deducted for both eligible and non-eligible pension income on the same slip, calculate the proportionate amount of tax deducted to be included at line O for each slip as follows:

$$(\text{Eligible pension} \div \text{total of eligible and non-eligible pension}) \times \text{total tax deducted}$$

Calculate the tax deducted for the elected split-pension amount:

$$\text{Amount from line O} \times \frac{\text{Amount from line G}}{\text{Divided by: Amount from line C}} = 6805 \quad \bullet \text{ P}$$

**Part A – Calculate the income tax deducted for the transferring spouse or common-law partner**

Total tax deducted from **all** of the transferring spouse or common-law partner's slips\*\*

Amount from line P	-	1
Line 1 minus line 2	=	2
		3

Enter the result on line 437 of the **transferring spouse's or common-law partner's** return.

**Part B – Calculate the income tax deducted for the receiving spouse or common-law partner**

Total tax deducted from **all** of the receiving spouse or common-law partner's slips\*\*

Amount from line P	+	1
Line 1 plus line 2	=	2
		3

Enter the result on line 437 of the **receiving spouse's or common-law partner's** return.

\*\* Enter the amount that you would have entered on line 437 of your return if you did not choose to split your eligible pension income. If you were a **resident of Quebec** on December 31, 2018, do **not** include any of your Quebec provincial income tax deducted.

**Step 6 – Joint certification**

By completing this form and **signing** below, **we** jointly **elect** and **agree** that the split-pension amount entered on line G of Step 3 will be deducted in computing the net income of the transferring spouse or common-law partner and reported as income by the receiving spouse or common-law partner on our income tax returns for the 2018 tax year.

We understand that we will be jointly and severally liable for any amounts of tax, interest and penalties that may be owing as a result of this election.

_____	Date _____
<b>Signature of transferring spouse or common-law partner</b>	
_____	Date _____
<b>Signature of receiving spouse or common-law partner</b>	

**It is a serious offence to make a false statement.**