



Part V Tax Return – Tax on Non-qualified Investments of a Registered Charity

- Use this form if you are liable to pay tax under subsection 189(1). You are liable to pay tax if interest paid within 30 days after the tax year end on a debt owing on a non-qualified investment to a registered charity that is a private foundation was less than the amount of interest that would be payable on the debt calculated using prescribed rates.
- Unless otherwise noted, all legislative references are to the *Income Tax Act*.
- Non-qualified investment** and **private foundation** are defined in subsection 149.1(1).
- Mail two completed copies of this return, separately from any other return to your tax centre with any tax owing. Mail the copies on or before the day you are required, or would be required, to file a return of income under Part I.
Find your tax centre's address by going to cra.gc.ca/tso.
- Penalties may apply if this return is filed after the due date.

Do not use this area

Name of taxpayer	Social insurance, trust account, or business number																				
Address	Postal code																				
Tax year for the period <table style="width: 100%; border: none;"> <tr> <td style="width: 15%;"></td> <td style="width: 10%; text-align: center;">Start</td> <td style="width: 10%; text-align: center;">Year</td> <td style="width: 10%; text-align: center;">Month</td> <td style="width: 10%; text-align: center;">Day</td> <td style="width: 10%;"></td> <td style="width: 10%; text-align: center;">End</td> <td style="width: 10%; text-align: center;">Year</td> <td style="width: 10%; text-align: center;">Month</td> <td style="width: 10%; text-align: center;">Day</td> </tr> <tr> <td style="border: none;"></td> <td style="border: none;"> </td> <td style="border: none;"> </td> <td style="border: none;"> </td> <td style="border: none;"> </td> <td style="border: none;"> </td> <td style="border: none;"> </td> <td style="border: none;"> </td> <td style="border: none;"> </td> <td style="border: none;"> </td> </tr> </table>		Start	Year	Month	Day		End	Year	Month	Day											Tax services office
	Start	Year	Month	Day		End	Year	Month	Day												

Name of private foundation	Business number
Address	Postal code
Name of the contact person	Telephone number

Part V tax payable

Fill out the applicable schedules on pages 2 and 3 before completing this area.

Total minimum interest payable (from Schedule C) _____ D

Deduct:

Interest paid for the tax year on the debts included in Schedule A _____ E

Amount of dividends the private foundation received in the year on the shares included in Schedule B _____ F

Subtotal (amount E plus amount F) **▶** _____ G

Part V tax payable (amount D minus amount G) (if negative, enter "0") _____ H

Remittance

Total amount remitted (enter amount enclosed) _____

Make your cheque or money order payable to the Receiver General. On the back, write T2140, the taxpayer's name, and their social insurance, trust account or business number.

Do not use this area

Certification

I certify that the information given on this tax return, and on any documents attached is correct and complete.

_____	_____
Name of authorized officer	Position or office
_____	_____
Signature of authorized officer	Date yyyy/mm/dd

Information and instructions

- **Non-qualified investments** refer to certain categories of debt, shares, or rights if they are held by a private foundation. This definition excludes debts or shares held by an excluded corporation, publicly-traded shares, and certain qualifying shares and the rights to acquire those shares. For a complete definition see subsection 149.1(1).
- When determining the tax payable under subsection 189(1), exclude debts to which subsection 80.4(1) applies or would apply but for subsection 80.4(3).
- When calculating the tax payable under subsection 189(1), a share or a right to acquire a share of a corporation that is held by the private foundation and that is a non-qualified investment is deemed to be a debt the corporation owes to the private foundation under subsection 189(3).
- You must calculate the minimum interest payable for each debt owing and for each class of shares or rights to acquire a particular class of shares held by the foundation that is deemed to be a debt owing to the foundation.

Schedule A

Summary of debts owing by taxpayers to the private foundation (at any time in the tax year):

A Description of debts (for example, type of debt instrument, interest rates, repayment terms)	B Amount owing	C Interest paid *

Total interest paid (enter at amount E, on page 1) _____

* Amount of interest for the year paid on the debt no later than 30 days after the end of the year.

Schedule B

Calculation of deemed debt owing, amount for shares and rights held by the private foundation (at any time during the taxpayer's year):

A Description of shares and rights	B Date acquired	C Number of shares/rights held	D Fair market value *	E Cost amount to foundation **	F Deemed debt owing ***	G Dividends received on shares

Total dividends received on shares (enter at amount F, on page 1) _____

* If share or right was last acquired before April 22, 1982.
 ** Adjusted cost amount to the foundation as determined under the *Income Tax Act*.
 *** Cost amount of the shares or rights you last acquired before April 22, 1982. The deemed debt owing amount is whichever is more: the cost amount to the foundation or the fair market value on April 21, 1982.

