

Source Deductions Return 2014

You must remit this form, duly completed, to your employer or payer so that the income tax to be withheld from the amounts paid to you can be determined. Be sure to read the "Instructions" section before completing the form.

1 Information about the employee or beneficiary

| | | | |
|--------------------------------|--|---------------|-------------------------|
| Last name | | First name | |
| Employee or beneficiary number | | Date of birth | Social insurance number |

2 Amount that determines the deduction code

2.1 Calculation of the amount

Basic amount. Enter \$11,305. If you have more than one employer and have already claimed the basic amount, do not complete lines 1 through 10 and enter "0" in the box marked "Code" below.

Amount transferred from one spouse to the other

Maximum amount respecting a spouse

\$11,305

Less: Your spouse's estimated taxable income for 2014

Amount transferred from one spouse to the other. If the result is negative, enter 0.

Amount for dependants (Work chart 1)

Amount for a severe and prolonged impairment in mental or physical functions

Age amount, amount for a person living alone and amount for retirement income (Work chart 2)

Add lines 1 through 6.

Amount for workers 65 or older (Work chart 3)

Add lines 7 and 9.

Amount that determines the deduction code

| | |
|--|----|
| | 1 |
| | 2 |
| | 3 |
| | 5 |
| | 6 |
| | 7 |
| | 9 |
| | 10 |

2.2 Deduction code

Enter the deduction code for the amount on line 10.

If the amount on line 10 is over \$34,000, enter the amount from line 10 rather than the deduction code.

Code

3 Additional amount of income tax to be withheld

Enter the additional amount to be withheld for each pay period.

Additional amount of income tax to be withheld

11

4 Deductions

In this part, enter the deductions to be taken into account by the employer to calculate source deductions.

Housing deduction for residents of designated remote areas

Deductible support payments

Add lines 14 and 15.

(Note that your employer will distribute the amount evenly among the pay periods remaining in the year.)

Deductions

| | |
|--|----|
| | 14 |
| | 15 |
| | 19 |

5 Exemptions

Check box 20 to request the exemption from source deductions of income tax with respect to your employment income.

20

Check box 22 to request the exemption from source deductions of the health contribution.

22

6 Signature

I certify that the information provided in this return is accurate and complete.

Signature

Date

Work chart 1 – Amount for dependants

If you are claiming an amount for more than two children under 18 enrolled in post-secondary studies or more than two other dependants, attach another sheet containing the requested information and enter the result of your calculations on line 52.

| | Children under 18 on December 31, 2014 | | Other dependants (18 or older) | | |
|---|---|-----------|-----------------------------------|----------------|----|
| | 1st child | 2nd child | 1st person | 2nd person | |
| Amount for children under 18 enrolled in post-secondary studies. Enter \$2,085 per completed term that was started in 2014 (maximum: two terms per child). | | | \$3,035 | \$3,035 | 40 |
| Estimated net income ¹ for 2014 multiplied by 80% | – | – | – | – | 45 |
| Subtract line 45 from line 40. If the result is negative, enter 0. | = | = | = | = | 50 |
| Add the amounts on line 50. | | | | | 52 |
| If any dependant for whom you are claiming an amount reaches the age of 18 in 2014, enter the result of the following calculation: \$253 x number of months in the year up to and including the month of the dependant's birthday. Otherwise, enter 0. | | | | – | 55 |
| Subtract line 55 from line 52. If the result is negative, enter 0. Carry the result to line 3. | | | Amount for dependants | = | 60 |

1. Do not take into account the amount of the deduction for residents of remote areas or the amount of scholarships, bursaries or any similar financial assistance.

Work chart 2 – Age amount, amount for a person living alone and amount for retirement income

| | | | | | |
|---|---|--|----|-----------------|----|
| Age amount | | | | | |
| Enter \$2,435 for each person (you and your spouse) that is 65 or older in 2014. | | | | | 70 |
| Amount for a person living alone | | | | | 75 |
| Additional amount for a person living alone (single-parent family). | | | 76 | | |
| \$136 x number of months in 2014 in which you are entitled to child assistance payments | – | | 77 | | |
| Subtract line 77 from line 76. | = | | + | | 78 |
| Add lines 75 and 78. | | | = | + | 79 |
| Amount for retirement income (maximum: \$2,160 for each person) | | | | + | 80 |
| Add lines 70, 79 and 80. | | | | = | 85 |
| Estimated net family income | | | | | |
| Total of your estimated net income and that of your spouse on December 31, 2014 | | | | | 90 |
| | | | – | \$32,795 | 91 |
| Subtract line 91 from line 90. If the result is negative, enter 0. | | | = | | 92 |
| Multiply line 92 ▶ <input type="text"/> x 15% ▶ | | | | – | 95 |
| Subtract line 95 from line 85. If the result is negative, enter 0. | | | | = | 96 |
| Amount from line 6 of your spouse's TP-1015.3-V form | | | | – | 97 |
| Subtract line 97 from line 96. Carry the result to line 6. | | | | = | 98 |
| Age amount, amount for a person living alone and amount for retirement income | | | | = | |

Work chart 3 – Amount for workers 65 or older

| | | | | | |
|---|--|--|---|----------------|-----|
| Eligible work income | | | | | 110 |
| | | | – | \$5,000 | 111 |
| Subtract line 111 from line 110 (maximum: \$3,000). If the result is negative, enter 0. | | | = | | 112 |
| Multiply line 112 by 75.2% (maximum: \$2,256). Carry the result to line 9. | | | x | 75.2 % | |
| Amount for workers 65 or older | | | = | | 115 |

Are you required to complete this form?

You must remit this form, duly completed, to your employer or payer so that the employer or payer can determine the income tax to be withheld from salaries, wages, commissions, pension income, parental insurance benefits, Employment Insurance benefits, wage loss replacement benefits or any other remuneration paid to you. If you do not complete this form, your employer or payer will only take into account the basic amount to determine the income tax to be withheld. The return will remain in effect until you remit a new copy of this form, duly completed, to your employer or payer.

Given that the annual indexation of the income tax system does not affect your deduction code, you are not required to complete this form each year.

The personal tax credits and deductions that appear on this form may be subject to a limit if you are not resident in Canada or if you become a non-resident during the year. In such cases, contact us.

This form is available on our website at www.revenuquebec.ca. You can complete it directly onscreen, which saves you time and makes the calculation process easier.

Filing deadline

You must remit this form, duly completed, to your employer or payer

- on the day you take up employment, if it is an employer who pays the remuneration;
- before you receive remuneration for a first time, if it is a payer (not an employer) who pays the remuneration;
- within 15 days after an event that results in a reduction of the amounts entered on the previously completed copy of form TP-1015.3-V. Do not complete another copy of form TP-1015.3-V if the reduction of the amounts on lines 2 to 9 does not result in a change to the code corresponding to the amount on line 10.

Furthermore, you may remit a duly completed copy of this form to your employer or payer at any time to

- claim tax credits and deductions to which you are entitled;
- have an additional amount of Québec income tax withheld;
- apply for an exemption from source deductions of Québec income tax from your employment income; or
- apply for an exemption from source deductions of the health contribution.

Reduction in source deductions

If you are entitled to tax credits and deductions that do not appear on this form, complete the *Application for a Reduction in Source Deductions of Income Tax for an Individual or a Self-Employed Person* (form TP-1016-V) so that Revenu Québec may authorize your employer or payer to reduce the income tax withheld.

Line 2 Amount transferred from one spouse to the other

If you expect to have a **spouse on December 31, 2014**, you may claim the amount transferred from one spouse to the other. However, you cannot claim the amount if your spouse receives indemnities further to an industrial accident, a precautionary cessation of work, a traffic accident or an act of good citizenship or for being the victim of a crime.

To calculate your spouse's estimated taxable income, refer to lines 101 through 299 in the guide to the income tax return for 2013. To claim the amount transferred from one spouse to the other, you and your spouse must each file an income tax return for 2014.

Spouse

The person to whom you are married, the person with whom you are living in a civil union or the person who is your de facto spouse.

De facto spouse

A person of the opposite sex or of the same sex who, at any time in 2014,

- is living in a conjugal relationship with you and is the biological or adoptive parent (legally or in fact) of at least one of your children; or
- has been living in a conjugal relationship with you for at least 12 consecutive months (the 12-month period is considered to have been uninterrupted if you live apart because of the breakdown of your relationship for a period of less than 90 days).

Spouse on December 31, 2014

A person who is, as applicable,

- your spouse at the end of that day
 - if you were not living apart at that time because of a breakdown of your relationship,
 - if you were living apart at that time because of a breakdown of your relationship that lasted less than 90 days;
- your spouse at the time of that person's death in 2014 if you were not living apart at that time for more than 90 days because of the breakdown of your relationship and you did not have a new spouse on December 31, 2014.

Line 3 Amount for dependants

Amount for a child under 18 enrolled in post-secondary studies

If you support at least one child under 18 enrolled in post-secondary studies on December 31, 2014, complete Work chart 1.

If the child transfers the unused portion of his or her credits to his or her spouse, you cannot claim the amount with respect to that child.

Child under 18 enrolled in post-secondary studies

A person whom you are supporting and who, in 2014, is a full-time student pursuing vocational training at the secondary level or post-secondary studies. The person may be

- your or your spouse's child;
- a person of whom you or your spouse has the custody and control (legally or in fact);
- the spouse of your child;
- the spouse of your spouse's child.

Amount for other dependants

If you support at least one other dependant who is 18 or older in 2014, complete Work chart 1.

Other dependant

A person who fulfills the following three conditions:

- The person is 18 or older in 2014.
- The person is related to you or to your spouse by blood, marriage or adoption.
- The person ordinarily lives with you and is supported by you.

The person is not your spouse, is not a person who transfers the unused portion of his or her credits to his or her spouse and is not a child who is transferring an amount for a child 18 or over enrolled in post-secondary studies.

Line 5 Amount for a severe and prolonged impairment in mental or physical functions

If, in 2014, you or your spouse is entitled to claim the amount for a severe and prolonged impairment in mental or physical functions, enter, for each person, **\$2,570** on line 5. For more information, refer to the *Certificate Respecting an Impairment* (form TP-752.0.14-V).

Line 6 Age amount, amount for a person living alone and amount for retirement income

Age amount (line 70 of Work chart 2)

Enter \$2,435 for each person (you and your spouse) that is 65 or older in 2014.

Amount for a person living alone (line 75 of Work chart 2)

If, throughout 2014, you expect to maintain and ordinarily live in a dwelling in which you live alone or only with one or more persons under 18, or one or more of your children 18 or older who are full-time students pursuing vocational training at the secondary level or post-secondary studies, enter \$1,325.

Dwelling

A house, an apartment or a similar place of residence in which a person ordinarily eats and sleeps, and which is equipped with kitchen and bathroom facilities. A room in a boarding house or a hotel is not a dwelling.

Additional amount for a person living alone (single-parent family) [line 76 of Work chart 2]

You may enter \$1,640 if you are entitled, for 2014, to the amount for a person living alone and

- you live, at some time in 2014, with one or more of your children 18 or older who are full-time students pursuing vocational training at the secondary level or post-secondary studies, and
- you are entitled to the child assistance payment for the month of December 2014.

Amount for retirement income (line 80 of Work chart 2)

If you or your spouse receives retirement income qualifying for a tax credit in 2014, enter the amount that you or your spouse receives during the year, up to a maximum of \$2,160 for each person.

Line 9 Amount for workers 65 or older

If you are age 65 or older in 2014, and your eligible work income exceeds \$5,000, complete Work chart 3. Only eligible work income earned after you turn 65 will entitle you to the amount for workers 65 or older.

Eligible work income

Eligible work income includes employment income (other than employment income consisting solely of taxable benefits received from previous employment), net business income, net amount of research grants, Wage Earner Protection Program payments and amounts received under a work-incentive project.

Line 10 Deduction code

| Code | Amount (\$) |
|------|-----------------|
| O | Nil |
| A | 1 – 11,305 |
| B | 11,306 – 13,000 |
| C | 13,001 – 15,000 |
| D | 15,001 – 18,000 |
| E | 18,001 – 19,000 |
| F | 19,001 – 20,000 |
| G | 20,001 – 21,500 |

| Code | Amount (\$) |
|------|-----------------|
| H | 21,501 – 23,000 |
| I | 23,001 – 26,000 |
| J | 26,001 – 28,000 |
| K | 28,001 – 29,500 |
| L | 29,501 – 31,000 |
| M | 31,001 – 32,000 |
| N | 32,001 – 34,000 |

Line 14 Housing deduction for residents of designated remote areas

If you expect to live in a prescribed northern zone or a prescribed intermediate zone for a period of at least six consecutive months beginning or ending in 2014, you may enter the lesser of the following amounts:

- 20% of your net income for 2014;
- 100% (50% for an intermediate zone) one of the following amounts:
 - \$16.50 multiplied by the number of days in 2014 you expect to live in such a zone, if no other person living in the same dwelling claims this deduction; or
 - \$8.25 multiplied by the number of days in 2014 you expect to live in such a zone, in all other cases.

For more information, consult the guide *Deduction for Residents of Designated Remote Areas* (TP-350.1.G-V).

Line 15 Deductible support payments

If, in 2014, you expect to make support payments to your spouse or former spouse, to the mother or father of your child, or to a third party for the benefit of your child or one of the aforementioned persons, you may enter the support paid on line 15, provided, as a rule, you meet the following conditions:

- The support is paid under a judgment or a written agreement, as an allowance payable on a periodic basis for the maintenance of the recipient, the maintenance of one of his or her children, or the maintenance of the recipient and the child, and you are living apart from the recipient at the time the payments are made.
- The support payments are not subject to the measures concerning the tax treatment of support payments.

For further information, refer to the brochure *The Tax Effects of Separation and Divorce* (IN-128-V).

Line 20 Exemption from source deductions of income tax

You can ask your employer to not withhold income tax from your employment income if you expect that the total of your income from all sources will be lower than the result of the following calculation: the amount on line 10 multiplied by 1.25, plus the amount on line 19. Note that this exemption cannot be requested for a remuneration that is not employment income. This request is valid only for 2014.

See also the *Application for a Reduction in Source Deductions of Income Tax for an Individual or a Self-Employed Person* (form TP-1016-V).

Line 22 Health contribution

You can request that your employer or payer not withhold the health contribution if, in 2014, you are in one of the following situations:

- you expect to not be resident in Québec at the end of the year;
- another employer or payer already withholds your health contribution;
- you are required to make instalment payments;
- your net income (line 275 of the income tax return), plus that of your spouse, if applicable, is less than or equal to the exemption threshold applicable to your family situation. See the following table.

This request is valid only for 2014.

| Family situation | Exemption threshold (\$) |
|--|--------------------------|
| 1 adult, no dependent children | \$18,175 ¹ |
| 1 adult, 1 dependent child | \$23,880 |
| 1 adult, 2 or more dependent children | \$27,055 |
| 2 adults, no dependent children | \$23,880 |
| 2 adults, 1 dependent child | \$27,055 |
| 2 adults, 2 or more dependent children | \$29,985 |
| 1. If you are in this situation, no health contribution will be withheld. Therefore, do not apply for the exemption. | |