

# SASKATCHEWAN ROYALTY TAX REBATE

Use this form if you were an individual who had attributed Canadian royalties and taxes and **you were resident** in Saskatchewan at the end of the year, or **you were not resident** in Saskatchewan at the end of the year but had taxable income earned in Saskatchewan under Part XXVI of the *Income Tax Regulations*. If you are completing a return for a corporation, use Schedule 400 of the T2 return. Sections and paragraphs referred to in this form are sections and paragraphs of the federal *Income Tax Act*, unless otherwise specified.

Complete two copies of this form. **Attach** one to your return and send the other to the Department of Finance, Government of Saskatchewan, 9th Floor, 2350 Albert Street, Regina SK S4P 4A6.

Tax year	2006
Social insurance number	

## Part 1 – Identification

Name (print)	
Address (print)	

## Part 2 – Attributed Canadian royalties and taxes

Attributed Canadian royalties and taxes as a result of transactions with Saskatchewan		1
Attributed Canadian royalties and taxes as a result of transactions with territories or other provinces	+	2
<b>Attributed Canadian royalties and taxes under clause 2(1)(a) of The Saskatchewan Royalty Tax Rebate Regulations</b>		
Line 1 plus line 2	=	3

## Part 3 – Depletion adjustment factor

Complete this calculation if you are claiming **earned depletion** under section 65 on your 2006 return.

Resource profits under Part XII of the <i>Income Tax Regulations</i>		4
Attributed Canadian royalties and taxes from line 3	-	5
Line 4 minus line 5 (can be a positive or negative amount)	=	6
Resource allowance deduction under paragraph 20(1)(v.1)	+	7
Line 6 plus line 7 (if negative, enter "0")	=	8
Depletion allowance deducted under section 65		9
Amount from line 8 × 25% =	-	10
Line 9 minus line 10 (can be a positive or negative amount)	=	11
<b>Depletion adjustment factor</b>		
Saskatchewan depletion adjustment carryforward from line 13 of Form T82 for 2005	+	12
Saskatchewan depletion adjustment carryforward for the tax year: line 11 plus line 12 (if negative, enter "0")	=	13

## Part 4 – Tax rebate

Attributed Canadian royalties and taxes from line 3		14
Resource allowance deduction from line 7	-	15
Line 14 minus line 15	=	16
Depletion adjustment: If the amount on line 11 is positive or zero, subtract it from the amount on line 16. If the amount on line 11 is negative, add to line 16 whichever is less: (line 11 × -1.0) or line 12	±	17
Adjusted attributed Canadian royalties and taxes: see the instruction for line 17 (if negative, enter "0")	=	18
Percentage of income earned allocated to Saskatchewan under Part XXVI of the <i>Income Tax Regulations</i> :		
$\frac{\text{Income earned in the tax year in Saskatchewan} *}{\text{Income for the year}} \times 100 =$	×	% 19
Adjusted attributed Canadian royalties and taxes allocated to Saskatchewan: line 18 × line 19	=	20
Effective Saskatchewan individual tax rate (see the calculation in Part 5 below)	×	21
Available Saskatchewan royalty tax credit for 2006: Multiply line 20 by line 21	=	22
Royalty tax rebate carryforward at the end of the preceding tax year: line 27 of Form T82 for 2005	+	23
Total available Saskatchewan royalty tax credit: line 22 plus line 23	=	24
Enter the amount from line 53 of Form SK428, <i>Saskatchewan Income Tax and Credits</i> . If you have to pay tax to more than one jurisdiction, enter instead the amount from line 32 in Part 4, Section SK428MJ, of Form T2203, <i>Provincial and Territorial Taxes for 2006 – Multiple Jurisdictions</i> .		25
Enter the amount from line 24 or line 25, whichever is less.		<b>Saskatchewan royalty tax rebate</b> 26
Enter the amount from line 26 on line 54 of Form SK428. If you have to pay tax to more than one jurisdiction, enter this amount on line 33 in Part 4, Section SK428MJ, of Form T2203.		
Royalty tax rebate carryforward at end of tax year: line 24 minus line 26	=	27

\* When an individual has no income for the year, see section 7(a) of *The Saskatchewan Royalty Tax Rebate Regulations*.

## Part 5 – Effective Saskatchewan individual tax rate

Enter your taxable income from line 260 of your income tax return		28
Adjusted attributed Canadian royalties and taxes from line 18	-	29
Revised taxable income: line 28 minus line 29 (if negative, enter "0")	=	30
If the amount on line 30 is \$37,579 or less, enter 11% on line 21.		
If the amount on line 30 is more than \$37,579 but not more than \$107,367, enter 13% on line 21.		
Otherwise, enter 15% on line 21.		

## Part 6 – Certification

I certify that the information given on this form is correct and complete.

Signature \_\_\_\_\_ Date \_\_\_\_\_