



Designation of a Property as a Principal Residence by the Legal Representative of a Deceased Individual

Tax year

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Use this form to designate a property as a principal residence. You must also complete the "Principal residence designation" section of Schedule 3 of the deceased person for the year if one of the following applies to the deceased person:

- the person disposed of, or was considered to have disposed of, their principal residence, or any part of it
- the person granted someone an option to buy their principal residence, or any part of it

Note

If the deceased person was not a resident of Canada for the entire time they owned the designated property, call **1-800-959-8281**. The period of non-residence may reduce or eliminate the availability of the principal residence exemption.

For more information about designating a principal residence and what qualifies as a principal residence, see Income Tax Folio S1-F3-C2, Principal Residence, or the "Principal residence" chapter in Guide T4037, Capital Gains.

You can only designate one property as the deceased's principal residence for any specific year. However, where the principal residence is sold and another one bought (or where the deceased moved to another of their properties) in the same year, the "plus one" rule in calculating the principal residence exemption amount will allow you to claim the principal residence exemption for both properties for that year even though you can only designate one property as the deceased's principal residence. For dispositions that occurred after October 2, 2016, if the deceased was a non-resident throughout the taxation year in which the property was purchased or acquired, the "plus 1" rule does **not** apply.

If you ticked box 1 at line 17900 of Schedule 3, you only need to complete the first page of this form. You do not need to report any gain amount on Schedule 3 for this property.

If you are filing your return 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 this form to your return.

Description of property

Provide the information requested below for the property disposed of in the tax year. Complete a separate form for each disposition.

Address				Year of acquisition	Proceeds of disposition
Street number, Street name, and unit number if applicable					
Prov./Terr	Postal code	City	Country	9955	9954

Designation

I, _____, the legal representative for the Estate of the Late _____, hereby
(print your name) (Deceased's name)

designate the property described above to have been the principal residence of the deceased person for the following **tax years ending after the acquisition date:**

After 1981	_____	1
After 1971 and before 1982	_____ + _____	2
Total number of years designated (line 1 plus line 2)	_____ = _____	3

For those years after 1981, I also confirm that neither the deceased person, nor their spouse or common-law partner (who was not separated and living apart from the deceased person throughout the year under a judicial separation or written separation agreement), nor any of the deceased person's children (who were under 18 and unmarried or not in a common-law partnership throughout the year) designated any other property as a principal residence. For any tax year after 1981 for which the deceased person designated the property and throughout which they were under 18 and unmarried or not in a common-law partnership, I also confirm that neither the deceased person's mother, father, nor any of their brothers and sisters (who were under 18 and unmarried or not in a common-law partnership throughout the year) designated any other property as a principal residence.

For those years before 1982, I confirm that the deceased person has not designated any other property as their principal residence.

Note

If the property was designated as a principal residence for the purpose of filing Form T664 or T664(Seniors), the legal representative has to include those previously designated tax years as part of the deceased person's principal residence designation.

Legal Representative's Signature	Deceased's social insurance number	Date (YYYYMMDD)

Definitions

Protected B when completed

For the purpose of this form, the **acquisition date** is the date on which the deceased person last acquired or reacquired the property or December 31, 1971, whichever is later. However, if the deceased person or their spouse or common-law partner filed Form T664 or T664(Seniors), the deceased person or their spouse or common-law partner are **not** considered to have disposed of and immediately reacquired the property as a result of that election.

The term **spouse** used throughout this form applies to a person to whom the deceased person was legally married. For 1993 to 2000, a spouse included a common-law spouse. For 2001 and future years, the reference to spouse is replaced with **spouse** or **common-law partner** as defined in the "Definitions" section in Guide T4037, Capital Gains.

Note

If the deceased person made an election to have their same-sex partner considered their common-law partner for 1998, 1999, and/or 2000, then, for those years, the deceased person's common-law partner also can not designate a different housing unit as their principal residence.

Information needed to calculate the capital gain

If you ticked either box 2 or 3 at line 17900 of Schedule 3, you must complete the remainder of this form that is applicable to the deceased person's situation.

If the deceased person disposed of, or was considered to have disposed of, a property for which the deceased person or the deceased person's spouse or common-law partner filed Form T664 or T664(Seniors), Election to Report a Capital Gain on Property Owned at the End of February 22, 1994, use this form to calculate the capital gain for the year if:

- the property was the deceased person's principal residence for 1994; or
- you are designating the property in this form as the deceased person's principal residence for any tax year.

The deceased person may be entitled to a reduction as a result of the capital gains election. To calculate this reduction, use Form T2091(IND)-WS, Principal Residence Worksheet. To get this form, go to canada.ca/cra-forms-publications or call 1-800-959-8281.

Number of tax years for which the property is designated as a principal residence
(from line 3 of first page)

Number of tax years ending after the **acquisition date** in which the deceased person owned the property (jointly with another person or otherwise):

After 1981

After 1971 and before 1982

Total number of years owned (line 5 plus line 6)

Proceeds of disposition or deemed disposition

Outlays and expenses made or incurred related to the disposition

Adjusted cost base at the time of disposition (If the deceased person or their spouse or common-law partner filed Form T664 or T664(Seniors) for this property, do not take into consideration any increase to the adjusted cost base as a result of that election.)

Adjusted cost base on December 31, 1981

Fair market value on December 31, 1981

Adjustments to the cost base made after 1981 (for example, capital expenditures)

Calculation of the capital gain

Part 1

Proceeds of disposition or deemed disposition (line 8)

Adjusted cost base at the time of disposition (line 10)

Outlays and expenses made or incurred (line 9)

Line 15 plus line 16

Line 14 minus line 17

Amount from line 18

Line 4 plus 1 (see **note** on page 3)

Multiply line 19 by line 20

Total number of years from line 7

Divide line 21 by line 22

Line 18 minus line 23; if negative, enter "0"

_____		4
_____		5
_____	+	6
_____	=	7
_____		8
_____		9
_____		10
_____		11
_____		12
_____		13

_____			_____		14
_____			_____		15
_____	+		_____		16
_____	=		_____		17
_____			_____	-	17
_____			_____	=	18
_____			_____		19
_____	×		_____		20
_____	=		_____		21
_____	÷		_____		22
_____	=		_____	-	23
_____			_____	=	24

Part 3

Protected B when completed

If you completed Part 2, enter the amount from line 53 or line 24 of Part 1, **whichever is less**. Otherwise, enter the amount from line 24.

Total capital gain _____ | **54**

Part 4

Complete Part 4 **only** if the deceased person or their spouse or common-law partner filed Form T664 or T664(Seniors) for this property. In all other cases, enter the amount from line 54 on line 15800 of Schedule 3, Capital Gains (or Losses), for dispositions or deemed dispositions.

Total capital gain before reduction (line 54) _____ | **55**

Reduction as a result of the capital gains election (line 66 of Form T2091(IND)-WS) - | **56**

Line 55 minus line 56; if negative, enter "0" **Capital gain** = | **57**

Enter the amount from line 57 on line 15800 of Schedule 3, Capital Gains (or Losses), for dispositions or deemed dispositions.

See the privacy notice on your return.