



Designation of an Exempt Contribution Tax-Free Savings Account (TFSA)

Complete this form if you are the recipient of a survivor payment and you wish to contribute all or a portion of it to your own TFSA, designating the contribution as an exempt contribution.

Generally, if the deceased holder had an excess TFSA amount at the time of death, if payments are being received by more than one survivor, or if the survivor payment and/or the contribution is made after the rollover period, no amount of the survivor payment may be designated as an exempt contribution.

In addition, to complete this form you have to obtain from the executor of the estate, or possibly from the TFSA issuer, the fair market value (FMV), at the time of the holder's death, of the TFSA from which the survivor payment was received.

Once you have completed Part 3 and, if required, Part 4, to determine the maximum amount that you can contribute and designate as an exempt contribution, fill in the amount you want to designate in Part 5.

Note

You do not have to complete this form if you have become the successor holder of the TFSA of your deceased spouse or common-law partner.

Send the form to: TFSA Processing Unit, Post Office Box 9768, Station T, Ottawa ON K1G 3X9.

Part 1 - Survivor TFSA holder information (print)

Form with fields for Last name, First name and initial(s), Social insurance number, Address, City, Province or territory, and Postal code.

Part 2 - Deceased TFSA holder information (print)

Form with fields for Last name, First name and initial(s), Social insurance number, Address, TFSA contract number, Name of TFSA Issuer, City, Province or territory, Postal code, Date of holder's death, and FMV of TFSA at time of death.

Part 3 - Calculation of the amount that may be designated as an exempt contribution

Table for calculation of exempt contribution with columns for Date, Amount of the survivor payment received, and dollar amounts. Includes lines 1 through 4 and a final calculation line C.

Part 4 - Complete this part according to CRA instructions when the TFSA of the deceased holder includes an excess TFSA amount.

Table for calculation of excess TFSA amount with columns for dollar amounts and lines 5 through 8.

Part 5 – Designation of exempt contribution and certification

If Part 4 does not apply , enter the amount from line C in Part 3. This is the maximum amount eligible to be designated as an exempt contribution.						\$
If Part 4 does apply , enter the lesser of line C in Part 3 and line D in Part 4. This is the maximum amount eligible to be designated as an exempt contribution.						\$
I designate the following amounts as an exempt contribution to a TFSA of which I am the holder.						
Date the exempt contribution was made:	Year	Month	Day	Amount of exempt contribution	Survivor TFSA contract number	
				\$		
Date the exempt contribution was made:	Year	Month	Day	Amount of exempt contribution	Survivor TFSA contract number	
				\$		
Date the exempt contribution was made:	Year	Month	Day	Amount of exempt contribution	Survivor TFSA contract number	
				\$		
I certify that the information given on this form is correct and complete.						
Survivor's signature				Date	Telephone number	
				Y Y Y Y M M D D	- -	

Privacy Act, personal information bank number Tax-Free Savings Account PPU 054

Definitions

Excess TFSA amount – the total of all contributions the holder made to all their TFSAs at or before a particular time in the calendar year, **excluding** a qualifying transfer or an exempt contribution,

Minus:

- the holder's unused TFSA contribution room at the end of the preceding calendar year;
- the total of all withdrawals from the holder's TFSA in the preceding calendar year, other than a qualifying transfer or a specified distribution;
- for a resident of Canada at any time in the year, the TFSA dollar limit for the calendar year; for any other case, nil; and
- the total of all withdrawals made in the calendar year from all of the holder's TFSAs, other than a qualifying transfer or a specified distribution, or the portion of the withdrawal that is more than the excess TFSA amount determined at that time.

Exempt contribution – a contribution made during the rollover period and designated as exempt by the survivor in prescribed form in connection with a payment received from the deceased holder's TFSA.

Holder – the individual who entered into the TFSA arrangement and, after that person's death, the individual's surviving spouse or common-law partner and, **under proposed changes**, a subsequent survivor, if designated as the successor holder of the TFSA. A **successor holder** designation is effective only if it is recognized under applicable provincial and territorial law, and the survivor acquired all of the deceased holder's rights under the TFSA including the right to revoke any previous beneficiary designation.

Qualifying transfer – a direct transfer between a holder's TFSAs, or a direct transfer between a holder's TFSA and the TFSA of their current or former spouse or common law partner if the transfer relates to payments under a decree, order, or judgment of a court, or under a written agreement relating to a division of property in settlement of rights arising from the breakdown of their relationship and they are living separate and apart at the time of the transfer.

Rollover period – the period that begins when the TFSA holder dies and ends at the end of the calendar year that follows the year of death.

Specified distribution – a distribution from a TFSA to the extent that it is, or is reasonably attributable to, an amount that is:

- an advantage;
- specified non-qualified investment income;
- income that is taxable in a TFSA trust; or
- income earned on excess contributions or non-resident contributions.

A specified distribution does not create or increase unused TFSA contribution room in the following year, nor does it reduce or eliminate an excess TFSA amount.

Survivor – a survivor is an individual who is, immediately before the TFSA holder's death, a spouse or common-law partner of the holder.

Survivor payment – a payment that a survivor receives during the rollover period, as a consequence of the holder's death, directly or indirectly out of or under an arrangement that ceased, because of the holder's death, to be a TFSA.

If you need more information regarding distributions or payments, go to www.cra.gc.ca/tfsa, or see Guide RC4466, *Tax-Free Savings Account (TFSA), Guide for Individuals*.