

December 2024

Dear Client:

RE: TRUST AND T5 INVESTMENT INCOME SLIPS

It's that time of year again! The 2024 T3 Trust income tax returns must be filed with the Canada Revenue Agency on or before March 31, 2024.

In addition, the T5 slip filing deadline is February 28, 2025. The T5 slips are required to be filed by corporations which paid dividends or interest during 2024. In order to prepare these returns by the filing deadline, we will require the following information as soon as possible and ideally no later than January 25, 2025:

1. Trust bank statements and cancelled cheques for January to December 2024
2. Trust ledger or summary (if available) for January to December 2024

DOES YOUR TRUST TAX RETURN HAVE TO BE FILED THIS YEAR?

Under the new trust filing requirements, even if your trust was inactive throughout the year, a trust tax return must be filed for 2024 unless the trust qualifies for an exception or is a bare trust.

BARE TRUSTS – NO TRUST FILING REQUIREMENT FOR THE 2024 TAX YEAR

The Canada Revenue Agency has announced that bare trusts are exempt from filing a T3 Trust income tax return for the 2024 tax year. The CRA's administrative policy for bare trusts only applies for the 2024 tax year.

Under the current legislation, bare trusts will be required to file trust tax returns beginning in 2025 and future tax years.

We will update you if the filing requirements for bare trusts change.

Exceptions - Any trusts below would not be required to file a trust return:

- mutual fund trusts, segregated funds and master trusts;
- trusts governed by registered plans (i.e., deferred profit sharing plans, pooled registered pension plans, registered disability savings plans, registered education savings plans, registered pension plans, registered retirement income funds, registered retirement savings plans, registered supplementary unemployment benefit plans and tax-free savings accounts);
- lawyers' trust accounts (including both general and client specific trust accounts);

- graduated rate estates and qualified disability trusts; (i.e., certain testamentary trusts and trusts set up for persons with a disability)
- employee life and health trusts;
- trusts that qualify as non-profit organizations or registered charities;
- trusts that have been in existence for less than three months;
- trusts that hold less than \$50,000 in assets throughout the year
- trusts that hold less than \$250,000 in assets throughout the year, provided they hold certain designated assets, where each trustee is an individual, and each beneficiary is an individual and is related to each trustee
- other very specific exceptions

DOCUMENT SUBMISSION

Once you have gathered all of your documents, please upload them through our portal which can be accessed through our website martinhenry.ca.

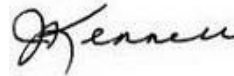
Yours truly,



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