

The *Alberta Corporate Tax Act* adopts most rules of the federal *Income Tax Act* for determining income and taxable income. However, some of the rules are elective and allow corporations to claim different amounts for Alberta purposes than they have for federal purposes. This results in different discretionary Alberta and federal tax account balances. The differences between the Alberta and federal resource tax regimes from 2003 onwards also lead to discretionary income federally and for Alberta purposes. **If the corporation elects to differ its claim for Alberta purposes in the current year, if the opening balances for Alberta and federal purposes differ, or if the corporation has crown charges, Alberta Royalty Tax Credit claims or resource allowance in 2003 and onwards, then Schedule 12 MUST be completed and submitted with the applicable supporting Alberta schedule(s).**
Report all monetary amounts in dollars; DO NOT indicate cents. Show negative amounts in brackets ().

Area A - Net Income for Alberta Corporate Income Tax Purposes

Net Income (Loss) for federal purposes from T2 line 300

002

Only specify the federal and Alberta amount of the items that are calculated differently for Alberta purposes or where the opening balance for Alberta purposes differs from the federal opening balance.

If these amounts are the **same**, DO NOT indicate the amount for either federal or Alberta purposes.

		Federal Dollar Amount		Alberta Dollar Amount	
Capital Cost Allowance	-	005	Federal Schedule 1 line 403	-	004
Recapture of CCA	+	007	Federal Schedule 1 line 107	+	006
Terminal Loss	-	009	Federal Schedule 1 line 404	-	008
Farming Inventory:			Federal Schedule 1 line 224		
- Mandatory inventory adjustment included in current year	+	015		+	014
- Mandatory inventory adjustment included in prior year	-	017	Federal Schedule 1 line 309	-	016
- Optional value of inventory included in current year	+	019	Federal Schedule 1 line 229	+	018
- Optional value of inventory included in prior year	-	021	Federal Schedule 1 line 313	-	020
Depletion	-	023	Federal Schedule 1 line 344	-	022
Canadian Exploration Expenses (CEE)	-	027	Federal Schedule 1 line 341	-	026
Canadian Development Expenses (CDE)	-	029	Federal Schedule 1 line 340	-	028
Foreign Exploration and Development Expenses	-	031	Federal Schedule 1 line 345	-	030
Canadian Oil and gas Property Expenses (COGPE)	-	033	Federal Schedule 1 line 342	-	032
Scientific Research Expenses claimed in year	-	035	- Federal Schedule 1 line 411 + Federal Schedule 1 line 231	-	034
Tax reserves deducted in prior year	+	037	Federal Schedule 1 line 125	+	036
Tax reserves claimed in current year	-	039	Federal Schedule 1 line 413	-	038
Capital Tax Liability in other provinces				+	042
Other - Attach supporting schedule		041	+ Fed Schedule 1 line 113 minus 406 + Fed Schedule 1 other Additions - Fed Schedule 21 Part 1 column D - Fed Schedule 1 line 218		040
Total Federal Amount:		050		Total Alberta Amount:	052
Net Income (Loss) for Alberta purposes: Line 002 - line 050 + line 052					054
If amount in Line 040, provide explanation:					048

Area B - Taxable Income for Alberta

For this section, all of the following items that determine taxable income must be specified. If the opening balance or the claim for the current year for donations, gifts or losses are different for Alberta purposes than for federal purposes, complete the applicable Alberta schedule(s) and enter the amount from those schedule(s) below. Otherwise, enter the amounts from the federal T2 for these items and any other applicable line items.

	Federal	Alberta
Net Income (Loss) for carried forward from page 1:	002	054
Deduct:	Federal Dollar Amount of Deduction	Alberta Dollar Amount of Deduction
Charitable Donations	057 T2 line 311	056 Schedule 20 line 016
Gifts to Canada or a province, cultural gifts and ecological gifts	059 T2 line 312 + 313 +314	058 Schedule 20 line 076
Taxable dividends deductible under ITA section 112, 113 or 138(6)	061 T2 line 320	060 T2 line 320
Part VI.1 tax deduction	063 T2 line 325	062 T2 line 325
Non-capital losses of preceding taxation years	065 T2 line 331	064 Schedule 21 line 041
Net-capital losses of preceding taxation years	067 T2 line 332	066 Schedule 21 line 061 x Inclusion Rate
Restricted farm losses of preceding taxation years	069 T2 line 333	068 Schedule 21 line 099
Farm losses of preceding taxation years	071 T2 line 334	070 Schedule 21 line 079
Limited partnership losses of preceding taxation years	073 T2 line 335	072 Schedule 21 total of column 139
Taxable capital gains or taxable dividends allocated from a central credit union	075 T2 line 340	074 T2 line 340
Prospector's and grubstaker's shares	079 T2 line 350	078 T2 line 350
Subtotal:	081	080
Add: ITA section 110.5 and/or subparagraph 115(1)(a)(vii) additions	083 T2 line 335	082 Schedule 21 line 0017
Taxable Income for Federal purposes or (Loss) Lines 002 - 081 + 083	091	
If there is an amount at line 083 and line 002 - line 081 is negative, then line 091 must equal line 083		
Taxable Income for Alberta purposes or (Loss) Lines 054 - 080 + 082		090
If there is an amount at line 082 and line 054 - line 080 is negative, then line 090 must equal line 082		
Enter this amount on AT1 page 2, line 062		

Reconciliation of Active Business Income (ABI):

Does the corporation's calculation of ABI for Alberta purposes differ from its federal ABI?

If "Yes", complete the following to reconcile the two amounts

	Yes	No
100		

Active Business Income from Federal Schedule 7, the calculate value* of amount "Q" or federal Schedule 16, line 124

*If the calculated amount is negative, enter the negative amount in brackets (). If this includes specified partnership income, ensure the correct Alberta small business threshold is used.

Adjustment to ABI for Alberta purposes due to discretionary items
Show negative amount in brackets ().

Active Business Income for Alberta purpose (ABI)

Line 102 + 104 (if negative, enter "0")

This amount is to be used for Schedule 1, line 003.

102	
104	
106	