



Logging Tax Return of Income for Processors

under the Logging Tax Act

General Inquiries: 250-953-3082 Toll-free: 1-877-387-3332 Email: ITBTaxQuestions@gov.bc.ca

002 Full Legal Name (for individuals include first name, middle initial and last name)

011 Mailing Address (include street or PO box, city, province and postal code) Complete ONLY if this is your first return or your address has changed

001 Business Number (9 digits)

006 Social Insurance Number

or

005 Ministry of Forests Client Number (8 digits) MOF -

007 Driver's Licence/ BCID Number (only for individuals not corporations)

020 Telephone Number

024 Email Address

Instructions

- You must complete this return if you are a person or corporation that processes B.C. logs into forest products in Canada. You must file your return within six months of the end of the tax year in which logging operations occurred. If you do not process B.C. logs yet and you are a person or corporation with logging operations in British Columbia, you must complete a Logging Tax Return of Income (FIN 542S). If you need assistance completing this form, see the instructions for logging tax return of income for processors (FIN 542P) page. Update your address or account information online using eTaxBC at gov.bc.ca/eTaxBC/Logon

How to File Your Return

To file your return and make a payment:

- go online using eTaxBC at gov.bc.ca/eTaxBC/MyAccount, or send this form and payment (if required) by mail.

003 Account Number

LGT -

For Office Use Only

000 Date Return Received (yyyy / mm / dd)

078 Is this the final year of logging operations?

Yes No

076 Is this a taxpayer requested adjustment to the return?

Yes No

077 Is this adjustment due to a federal loss carryback?

Yes No

060 Start of Tax Year (yyyy / mm / dd)

061 End of Tax Year (yyyy / mm / dd)

Calculation of Income Derived From Logging Operations

Net income from the sale of British Columbia logs in British Columbia

100

Net income from the sale of British Columbia standing timber or timber rights

110

Value of logs exported from British Columbia net of expenses

120

Subtotal

Add lines 100, 110 and 120

122

Calculation of Income from Processing

Net income for the year reported on your federal income tax return

130

Non-logging amounts included in line 130

132

Subtotal from line 122 above

122

Processing income

Line 130 minus line 132 and line 122

135

Calculation of Processing Allowance

8% of the original cost of processing assets

140

Minimum processing allowance

Line 135 X 35%

142

Maximum processing allowance

Line 135 X 65%

144

Processing allowance

Median of line 140, line 142 and line 144

145

Net processing income

Line 135 minus line 145

150

Non-British Columbia net processing income

155

British Columbia net processing income

Line 150 minus line 155

160

Income derived from logging operations

Add lines 122 and 160

190

Calculation of Logging Tax Credits

Adjusted federal taxable income (see the Instructions for logging tax return of income for processors (FIN 542P) page)	400	<input type="text"/>
Lesser of lines 190 and 400	410	<input type="text"/>
Line 410 X 6 2/3%	420	<input type="text"/>
Adjusted federal income tax otherwise payable (see the Instructions for logging tax return of income for processors (FIN 542P) page)	430	<input type="text"/>
Lesser of lines 420 and 430	440	<input type="text"/>
Maximum federal logging tax credit	450	<input type="text"/>
Line 440 X 50%	460	<input type="text"/>
Maximum logging tax credits	460	<input type="text"/>
	(cannot be a negative amount)	

Calculation of Logging Tax Payable

Tax at 10%	Line 190 X 10%	700	<input type="text"/>
Logging tax payable	Lesser of lines 460 and 700	770	<input type="text"/>

Payments

Payments made by instalments	840	<input type="text"/>	
Application of prior years' overpayment	842	<input type="text"/>	
Subtotal	Add lines 840 and 842	844	<input type="text"/>
Tax due (or overpayment)	Line 770 minus line 844	846	<input type="text"/>
Payment amount enclosed	898	<input type="text"/>	
Cheque date _____ (yyyy / mm / dd) (payable to the Minister of Finance) →			
Overpayments (if applicable) to be:	<input type="checkbox"/> Refunded	<input type="checkbox"/> Applied to subsequent year	894
			<input type="text"/>

Required Supporting Documentation

- 902** A copy of the **federal income tax return** and all schedules for the tax year
- 904** A copy of the **financial statements** for the tax year
- 906** A schedule of the calculation of net income from logging operations
- 908** A completed [Authorization or Cancellation of a Representative \(FIN 146\)](#), if applicable

Certification – The taxpayer or an authorized signing authority must make the following declaration.

950 I, _____, certify that, to the best of my knowledge and belief, all of the information given in this return is true, correct and complete in all material respects.
Print full name of taxpayer (if an individual) or name of authorized signing authority (if a corporation or a trust)

946 Signature of Taxpayer or Authorized Signing Authority	954 Position or Office	955 Date Signed (yyyy / mm / dd)
X		

Freedom of Information and Protection of Privacy Act (FOIPPA)
 The personal information on this form is collected for the purpose of administering the Logging Tax Act under the authority of section 26(a) of the FOIPPA. Questions about the collection or use of this information can be directed to the Manager, Intergovernmental Relations, PO Box 9444 Stn Prov Govt, Victoria BC V8W 9W8 (telephone: Victoria at 250-387-3332 or toll free at 1-877-387-3332). Email: ITBTaxQuestions@gov.bc.ca