



Financing Fees Amortization Worksheet

This worksheet calculates the amortization of certain expenses over a prescribed period, under paragraph 20(1)(e) of the Income Tax Act (Canada).

Your client's situation:

- Part I (current year)
 - Tax year ended Dec 31, 2015
 - Financing fees incurred #1 140,000
 - Financing fees incurred #2 210,000

Calculate the financing fee amortization for the life of the debt.

- Part II (years later)
 - Change in tax year ended Mar 31, 2017
 - Financing fees #1 – fully repaid Jan 15, 2017

Calculate the new financing fee amortization for the life of the debt.

Prepared	Andrew	May 1, 2016
Reviewed		
Approved		

Tax year ended	Dec 31, 2015
Tax year start	Jan 1, 2015

Fee information				Fee amortization by tax year						
Description	Ref	Fees incurred during tax year	Debt obligation settlement date	Dec 31, 2015	Dec 31, 2016	Mar 31, 2017	Mar 31, 2018	Mar 31, 2019	Mar 31, 2020	Mar 31, 2021
Item 1		140,000.00	Jan 15, 2017	28,000.00	28,000.00	84,000.00	-	-	-	-
Item 2		210,000.00		42,000.00	42,000.00	10,356.16	42,000.00	42,000.00	31,643.84	-
Item 3				-	-	-	-	-	-	-
Item 4				-	-	-	-	-	-	-
Item 5				-	-	-	-	-	-	-
Item 6				-	-	-	-	-	-	-
Item 7				-	-	-	-	-	-	-
Item 8				-	-	-	-	-	-	-
Item 9				-	-	-	-	-	-	-
Item 10				-	-	-	-	-	-	-
Total		350,000.00		70,000.00	70,000.00	94,356.16	42,000.00	42,000.00	31,643.84	-

Reconciliation of results						
Tax year ended	Addback	Deduction	Net effect on income			Ref
			Calculated	Adjustment	Net effect	
Dec 31, 2015	350,000.00	(70,000.00)	280,000.00		280,000.00	
Dec 31, 2016		(70,000.00)	(70,000.00)		(70,000.00)	
Mar 31, 2017		(94,356.16)	(94,356.16)		(94,356.16)	
Mar 31, 2018		(42,000.00)	(42,000.00)		(42,000.00)	
Mar 31, 2019		(42,000.00)	(42,000.00)		(42,000.00)	
Mar 31, 2020		(31,643.84)	(31,643.84)		(31,643.84)	
Mar 31, 2021		-	-		-	
Other tax years		-	-		-	

Notes and calcs	
Item 1	
Item 2	
Item 3	
Item 4	
Item 5	
Item 6	
Item 7	
Item 8	
Item 9	
Item 10	