

Assante T5008 Q&A

1) What is a T5008 Statement of Securities Transactions slip?

A T5008 is an official tax slip that reports the details of disposition-triggering transactions within a non-registered account during a given tax year. This information is filed directly with the CRA.

Financial institutions are required to provide these slips directly to clients. They summarize disposition transactions and can be used to help determine capital gains/losses for tax reporting purposes.

2) What does box 20 on the T5008 represent?

Box 20 represents the book value for the security. Book value is the initial outlay or price paid or payable for a particular security or debt investment. This amount may or may not reflect the investor's ACB for the purpose of determining his or her gain or loss from the disposition of the security. The investor should be aware that they may have to make adjustments to the amount indicated in box 20 at the time of determining and reporting his or her gain or loss from the disposition.

3) Why does the T5008 not reflect the capital gains/losses?

T5008 requirements provided by CRA do not allow for capital gains/losses to be reported on the slip.

Capital gains/losses may generally be calculated by subtracting the Adjusted Cost Base (ACB) from the proceeds of disposition for each transaction. However, under certain circumstances beyond Assante's knowledge, the book value amount provided in box 20 of the T5008 may not be equivalent to the ACB required to calculate capital gains and losses. The investor should be aware that they may have to make adjustments to the amount indicated in box 20 at the time of determining and reporting their gain or loss from the disposition.

We advise the client to consult a tax specialist to determine how to correctly report their capital gains and/or losses.

4) What might cause the book value to be different from the ACB required to calculate capital gains/losses?

Book values provided on the T5008 may be different from the ACB required to calculate capital gains and losses. The following are examples of situations that could cause such a difference:

- the security was transferred to Assante from a different institution
- The client owns the same security in multiple accounts or institutions
- If certain tax elections have been made
- If there is/was a deemed disposition that impacted the security, such as the client becoming a non-resident.
- Adjusting entry to the ACB made by the Mutual Fund manufacturer after the disposition transaction has posted

5) Where does Assante obtain book values?

Mutual Funds - Book Values are imported directly from the fund companies through FundSERV on the **transaction level**.

Securities – Book Values are calculated by RPM on the **transaction level**. If the security was transferred to Assante, the previous book value would not be imported from the relinquishing institution. Assante would therefore have an inaccurate book value. If requested, Assante can correct the book value if provided proof of what the book value was at the previous institution, such as a statement.

6) Why are there differences between the information provided on T5008 and:

I. The fund company's information?

Discrepancies typically result from ACB correction requests from the fund company. In these cases, Assante does not receive correction information for all previous transactions. This is an issue that is not isolated to Assante.

II. The Evolution/Optima Capital Gain/Loss report?

The United capital gain/loss report calculates the ACB independently. If the client holds the same security in multiple accounts, the United capital gain/loss report will factor this into the calculation while the T5008 will not.

It should also be noted that the gain/loss report issued by United Financial only details transactions within United products whereas the Assante T5008s include transactions on all holdings (mutual funds and securities) within nominee non-registered accounts, including United Financial.

7) Does Assante or the fund company report dispositions to the CRA?

Assante only reports disposition information to the CRA and only issues T5008s for nominee accounts. For client-held accounts, T5008 reporting is the responsibility of the fund company.

8) US dollar holdings have been converted and reported in Canadian dollars on the T5008. Should clients be reporting these in USD instead?

All income including capital gains/losses need to be reported in \$CAN to the CRA. As a result, Assante provides the disposition and book values in \$CAN for convenience purposes.

Note: The conversion is calculated at the transaction level. Other methods of conversion are available to clients when filing their taxes. The client should consult a taxation professional if they want to explore these options.

9) Are dispositions from segregated fund products reported on Assante's T5008?

Segregated fund disposition information is not reported on T5008s. This information is instead reported on T3 slips.

10) Are dispositions from Money Market Funds included on Assante's T5008?

Dispositions triggered on Canadian dollar Money Market funds and High Interest Savings accounts **are not** included in the T5008. Dispositions on US dollar Money Market funds **are** included in the T5008.

11) For In Trust For (ITF) accounts, why is the Trustee SIN and Registration Information reported instead of the Beneficiary's?

Providing the beneficiary's SIN on T5008s for ITF accounts is not a CRA requirement, however, we can issue Letters of Explanation (LOE) to the client confirming which account the document has been issued for, and who the beneficiary is on the account.

Note: Wire order transactions placed on December 31, 2019 will settle in January. To ensure tax consequences of the transaction are reported for the 2019 tax year, those transactions will be reprocessed in the client's account.

Who issues the T5008?

Client Name Accounts	Issuer			Other Manufacturers
	CI Investments (excluding Opt/Evo)	Opt/Evolution (Part of Tax Package)		
HOLDINGS	CI Mutual Funds	X	-	-
	United/Evolution Funds	-	X	-
	Marret Funds(Non-PC)	X	-	-
	Other Manufacturer Funds	-	-	X

Assante Nominee Held Account (IIROC & MFDA)		Issuer		
		Assante Dealer		
HOLDINGS	CI Mutual Funds		X	
	United/Evolution Funds		X	
	Marret Funds (non-PC)		X	
	Other Manufacturer Funds 1		X	
			Securities	X

¹Assante has requested written confirmation from each manufacturer

Assante Private Client/Stonegate		Issuer		
		NBIN/RBC		
HOLDINGS	Marret Funds		-	X
	Segregated Securities		X	-

- T5008/RL18 Statements will be produced at the account level, with 1 line reported per fund
- **Evolution/Opt/PC:** In addition to T5008/RL18, Client will receive a Capital Gain/Loss Report issued on the Client Level within their Opt/Evolution Tax Package. This will be mailed separately from the T5008/RL18 slip.
- **Third Party:** What gets issued and by whom is based on the discretion of the intermediary. B2B, as an example, has suppressed T5008 reporting at CI and will issue the slips themselves. Follow up directly with other providers for more details.