

Canada Pension Plan Contributions and Overpayment

Schedule 8

The Canada Pension Plan (CPP) was amended to provide for the enhancement of pensions. The government of Quebec also adopted legislative amendments to enhance the Quebec Pension Plan (QPP) in a similar way as the federal plan. The enhancements are funded by additional enhanced contributions that began in January 2019.

The contributions consist of a base amount and an enhanced amount. As an employee, your employer will have already deducted the contributions from your salary and wages. As a self-employed individual, you will calculate your required contributions (if any) on this schedule including the base and the enhanced amounts.

For more information, see lines 22200, 22215, 30800, and 31000 of the Federal Income Tax and Benefit Guide.

Is this form for you?

Complete this schedule to calculate your required CPP contributions or overpayment for 2021 if you were a resident of a province or territory **other than Quebec** on December 31, 2021, and you have **no** earned income from the province of Quebec. **Attach** a copy of this schedule to your paper return.

Do **not** complete this schedule if **any** of your T4 slips show QPP contributions. **Instead**, complete Form RC381, Inter-provincial Calculation for CPP and QPP Contributions and Overpayments.

Which parts of this schedule do you need to complete?

Part 1 – Complete this part if you are electing to **stop** contributing to the CPP or you are **revoking** a prior election.

Part 2 – Complete this part to determine the number of months for the CPP contributions calculation.

Part 3 – Complete this part if you are reporting employment income.

Part 4 – Complete this part if you are reporting **only** self-employment income or other earnings you are electing to pay CPP contributions on.

Part 5 – Complete this part if you are reporting employment income **and** self-employment income or other earnings you are electing to pay CPP contributions on. (You must first complete Part 3.)

Part 1 – Election to stop contributing to the CPP or revocation of a prior election

You were considered a CPP working beneficiary and were required to make CPP contributions in 2021 if you met **all** of the following conditions:

- You were 60 to 70 years of age
- You received a CPP or QPP retirement pension
- You had employment and/or self-employment income

However, if you were **at least 65 years of age but under 70 years of age**, you can elect to stop paying CPP contributions.

Employment income

If you had employment income for 2021 and you elected in 2021 to stop paying CPP contributions or revoked in 2021 an election made in a previous year, you should have already completed and sent Form CPT30, Election to Stop Contributing to the Canada Pension Plan or Revocation of a Prior Election, to the Canada Revenue Agency (CRA) and your employer(s).

Self-employment income only

If you had **only** self-employment income for 2021 and are electing in 2021 to **stop** paying CPP contributions on your self-employment earnings, enter the month in 2021 you are choosing to start this election on line 50372 on the next page. The date **cannot** be earlier than the month you turn 65 years of age and are receiving a CPP or QPP retirement pension. For example, if you turn 65 in June, you can choose any month from June to December. If you choose the month of June, enter "06" on line 50372.

If, in 2021, you are **revoking** an election made in a previous year on contributions on self-employment earnings, enter the month in 2021 you are choosing to revoke this election on line 50374 on the next page. Your election remains valid until you revoke it or turn 70 years of age. If you start receiving employment income (other than employment income earned in Quebec) in a future year, you will need to complete Form CPT30 in that year for your election to remain valid.

Part 1 – Election to stop contributing to the CPP or revocation of a prior election (continued)**Employment and self-employment income**

If you had **both** employment income and self-employment income in 2021 and you wanted to elect to **stop** paying CPP contributions in 2021 or **revoke** in 2021 an election made in a previous year, you should have completed Form CPT30 in 2021. An election filed using Form CPT30 applies to all income from pensionable earnings, including self-employment earnings, as of the first day of the month after the date you gave this form to your employer.

If you completed and sent Form CPT30 when you became employed in 2021, but your intent was to elect in 2021 to stop paying CPP contributions or revoke an election made in a previous year on your self-employment income before you became employed, enter the month you want to stop contributing on line 50372.

If you want to revoke in 2021 an election made in a previous year, enter the month you want to resume contributing on line 50374.

If you did **not** complete and send Form CPT30 for 2021 when you became employed, you cannot elect to stop paying CPP contributions or revoke an election made in a previous year on your self-employment earnings for 2021 on this schedule.

Election or revocation

If you had self-employment income in 2021, an election or revocation that begins in 2021 must be filed **on or before June 15, 2023**, to be valid.

I elect to **stop** contributing to the Canada Pension Plan on my self-employment earnings on the first day of the month entered on line 50372. Month
50372 |

I want to **revoke** an election made in a previous year to stop contributing to the Canada Pension Plan on my self-employment earnings and resume contributing on the first day of the month entered on line 50374. Month
50374 |

Part 2 – Determine the number of months for the CPP contributions calculation

Enter "12" on line A below **unless** any of the following conditions apply:

- You turned 18 years of age in 2021. Enter the number of months in the year after the month you turned 18 on line A.
- You were receiving a CPP or QPP disability pension for all of 2021. Enter "0" on line A. If you started or stopped receiving a CPP or QPP disability pension in 2021, enter the number of months you were not receiving a disability pension on line A.
- You were 65 to 70 years of age in 2021 receiving a CPP or QPP retirement pension and you elected to stop paying CPP contributions in 2021. Enter the number of months in the year, up to and including the month you made the election, on line A. If you had self-employment income in 2021 and entered a month on line 50372 of Part 1, enter on line A the number of months in the year prior to the month that you entered on line 50372.
- You were 65 to 70 years of age in 2021 receiving a CPP or QPP retirement pension and elected to stop paying CPP contributions in a previous year and you have **not** revoked that election. Enter "0" on line A.
- You were 65 to 70 years of age in 2021 receiving a CPP or QPP retirement pension and you elected to stop paying CPP contributions in a previous year and you revoked that election in 2021. Enter the number of months in the year after the month you revoked the election on line A. If you had self-employment income in 2021 and entered a month on line 50374 of Part 1, enter on line A the number of months in the year after and including the month you entered on line 50374.
- You turned 70 years of age in 2021 and you did not elect to stop paying CPP contributions. Enter the number of months in the year, up to and including the month you turned 70 years of age, on line A.
- You were 70 years of age or older for all of 2021. Enter "0" on line A.
- The individual died in 2021. Enter the number of months in the year, up to and including the month the individual died, on line A.

Enter the number of months that **CPP** applies in 2021.

A

Use the number of months from line A of Part 2 to determine your prorated **maximum CPP pensionable earnings** and **maximum basic CPP exemption** on the table below.

Monthly proration table for 2021

Number of months	Maximum CPP pensionable earnings	Maximum basic CPP exemption (1)	Number of months	Maximum CPP pensionable earnings	Maximum basic CPP exemption (1)
1	\$5,133.33	\$291.67	7	\$35,933.33	\$2,041.67
2	\$10,266.67	\$583.33	8	\$41,066.67	\$2,333.33
3	\$15,400.00	\$875.00	9	\$46,200.00	\$2,625.00
4	\$20,533.33	\$1,166.67	10	\$51,333.33	\$2,916.67
5	\$25,666.67	\$1,458.33	11	\$56,466.67	\$3,208.33
6	\$30,800.00	\$1,750.00	12	\$61,600.00	\$3,500.00

Part 3 – Calculating your CPP contributions and overpayment on employment income

Enter your **maximum CPP pensionable earnings** from the monthly proration table above using the number of months from line A of Part 2. (maximum \$61,600) _____ **1**

Total CPP pensionable earnings:

Enter the total from box 26 of all of your T4 slips (maximum \$61,600 per slip) (if box 26 is blank, enter the amount from box 14). **50339** _____ **2**

Enter **whichever is less**: amount from line 1 or line 2. _____ **3**

Enter your **maximum basic CPP exemption** from the monthly proration table above using the number of months from line A of Part 2. (maximum \$3,500) — _____ **4**

Earnings subject to CPP contributions: line 3 minus line 4 (if negative, enter "0") (maximum \$58,100) = _____ **5**

Actual total contributions on CPP pensionable earnings:

Enter the total CPP contributions deducted from box 16 of all of your T4 slips. **50340** _____ **6**

Actual base contributions on CPP pensionable earnings:
Amount from line 6 _____ × 90.8257% = — _____ **7**

Actual enhanced contributions on CPP pensionable earnings: line 6 minus line 7 = _____ **8**

Required base contributions on CPP pensionable earnings:
Amount from line 5 _____ × 4.95% = (maximum \$2,875.95) _____ **9**

Required enhanced contributions on CPP pensionable earnings:
Amount from line 5 _____ × 0.5% = (maximum \$290.50) + _____ **10**

Total required contributions on CPP pensionable earnings: line 9 plus line 10 = _____ **11**

Enter the amount from line 6. _____ **12**

Enter the amount from line 11. — _____ **13**

Line 12 minus line 13 (if negative, enter "0") (2) = _____ **14**

If you are self-employed or electing to pay additional CPP contributions on other earnings, continue at Part 5. If your earnings subject to contributions are from **employment only**, claim the deduction and tax credit as follows:

- Enter on **line 30800** of your return (in dollars and cents) **whichever is less**: amount from line 7 or line 9. Also enter this amount on **line 58240** of your provincial or territorial Form 428 (in dollars and cents), if applicable.
- Enter on **line 22215** of your return (in dollars and cents) **whichever is less**: amount from line 8 or line 10.
- Enter on **line 44800** of your return (in dollars and cents) the amount from line 14 if it is positive.

If you are completing Part 5, and you calculate that your self-employment income and other earnings subject to contributions (line 22 of Part 5) are "0", report your CPP contributions as noted above.

(1) If you started receiving CPP retirement benefits in 2021, your basic exemption may be prorated by the CRA.

(2) If this amount is negative, you may be able to make additional CPP contributions. See Form CPT20, Election to Pay Canada Pension Plan Contributions.

Part 4 – CPP contributions on self-employment income and other earnings only (no employment income)

Pensionable net self-employment earnings ⁽³⁾ (amount from line 12200 of your return plus line 25 of your return)				1
Employment earnings not shown on a T4 slip that you elect to pay additional CPP contributions on (complete Form CPT20)	50373	+		2
CPP pensionable earnings: Line 1 plus line 2 (if negative, enter "0")	(maximum \$61,600) ⁽³⁾	=		3
Basic exemption	(maximum \$3,500) ⁽³⁾	–		4
Line 3 minus line 4 (if negative, enter "0")	(maximum \$58,100)	=		5
CPP contribution rate		×	10.9%	6
CPP contributions payable on self-employment and other earnings: Line 5 multiplied by the percentage from line 6 Enter this amount (in dollars and cents) on line 42100 of your return.		=		7
Deduction and tax credit for CPP contributions on self-employment income and other earnings				
Required base contributions on CPP pensionable earnings: Amount from line 7		×	90.8257%	=
		–		8
Required enhanced contributions on CPP pensionable earnings: Line 7 minus line 8		=		9
Tax credit for base CPP contributions on self-employment income and other earnings: Enter the result of the following calculation (in dollars and cents) on line 31000 of your return:				
Amount from line 8		×	50%	=
		+		10
Deduction for CPP contributions on self-employment income and other earnings: Line 9 plus line 10 Enter this amount (in dollars and cents) on line 22200 of your return.		=		11

Part 5 – CPP contributions on self-employment income and other earnings when you have employment income

Pensionable net self-employment earnings ⁽⁴⁾ (amount from line 12200 of your return plus line 25 of your return)				1
Employment earnings not shown on a T4 slip that you elect to pay additional CPP contributions on (complete Form CPT20)	50373	+		2
Employment earnings shown on a T4 slip that you elect to pay additional CPP contributions on (complete Form CPT20)	50399	+		3
Add lines 1 to 3.		=		4
Enter the amount from line 6 of Part 3.	Actual total CPP contributions			5
Enter the amount from line 14 of Part 3 if it is positive (if not , enter "0").		–		6
Line 5 minus line 6 (if negative, enter "0")		=		7
Amount from line 7		×	18.34862	=
				8

(3) Self-employment earnings, CPP pensionable earnings, and the basic exemption should be prorated according to the number of months entered on line A of Part 2. See the monthly proration table on page 3 to find the amount that corresponds to the number of months entered on line A of Part 2.

Do **not** prorate the self-employment earnings if the individual died in 2021.

(4) Self-employment earnings should be prorated according to the number of months entered on line A of Part 2.

Do **not** prorate the self-employment earnings if the individual died in 2021.

Part 5 – CPP contributions on self-employment income and other earnings when you have employment income (continued)

CPP pensionable earnings:

Enter the amount from line 1 of Part 3. (maximum \$61,600) 9

Basic exemption:

Enter the amount from line 4 of Part 3. (maximum \$3,500) 10

Line 9 minus line 10 (if negative, enter "0") (maximum \$58,100) 11

Enter the amount from line 8 of Part 5. 12

Line 11 minus line 12 (if negative, enter "0") 13

Enter **whichever is less**: amount from line 4 of Part 5 or line 13 above. 14

Amount from line 4 of Part 3 15

Amount from line 2 of Part 3 16

Line 15 minus line 16
(if negative, enter "0" on lines 17 and 21, and continue at line 22) 17

Amount from line 4 of Part 5 18

Amount from line 11 above 19

Line 18 minus line 19 (if negative, enter "0") 20

Line 17 minus line 20 (if negative, enter "0") 21

Earnings subject to contributions: line 14 minus line 21 (if the result is negative, enter "0" and follow the instructions at the end of Part 3 to claim the deduction and tax credit for the contributions on your employment income; if the result is positive, continue at line 23) 22

Amount from line 22 $\times 10.9\%$ = 23

Amount from line 14 of Part 3 (if positive) $\times 2$ = 24

Line 23 minus line 24 (if negative, show in brackets) 25

If the amount from line 25 is negative, enter it as a positive amount. 26

Deductions and tax credits for CPP contributions

Tax credit for base CPP contributions through employment income:

Enter the amount from line 7 of Part 3. 27

Enter the amount from line 9 of Part 3. 28

Line 27 minus line 28 (if negative, enter "0") 29

Enter **whichever is less**: amount from line 27 or line 28.
Enter this amount on **line 30800** of your return (in dollars and cents). 30

Deduction for CPP enhanced contributions on employment income:

Enter the amount from line 8 of Part 3. 31

Enter the amount from line 10 of Part 3. 32

Line 31 minus line 32 (if negative, enter "0") 33

Enter **whichever is less**: amount from line 31 or line 32.
Enter this amount on **line 22215** of your return (in dollars and cents). 34

Part 5 – CPP contributions on self-employment income and other earnings when you have employment income (continued)

If the amount from line 25 of the previous page is:

- **negative**, complete Part 5a below
- **positive**, complete Part 5b below
- "0", enter the amount from line 29 of the previous page on **line 31000** of your return (in dollars and cents) **and** enter the amount from line 33 of the previous page on **line 22200** of your return (in dollars and cents)

Part 5a – Amount from line 25 is negative

CPP overpayment:

Enter the result of the following calculation (in dollars and cents) on **line 44800** of your return:

Amount from line 26 of the previous page	x	50%	=			35
Amount from line 35	x	90.8257%	=	–		36
Line 35 minus line 36				=		37

Enter the amount from line 29 of the previous page.

Enter the amount from line 36.

Tax credit for base CPP contributions on self-employment income and other earnings:

Line 38 minus line 39

Enter this amount (in dollars and cents) on **line 31000** of your return.

Enter the amount from line 33 of the previous page.

Enter the amount from line 37.

Deduction for CPP contributions on self-employment income and other earnings:

Line 41 minus line 42

Enter this amount (in dollars and cents) on **line 22200** of your return.

Part 5b – Amount from line 25 is positive

CPP contributions payable on self-employment income and other earnings:

Enter the amount from line 25 of the previous page.

Enter this amount (in dollars and cents) on **line 42100** of your return.

Amount from line 44	x	90.8257%	=	–		44
Line 44 minus line 45				=		45
Amount from line 45	x	50%	=	+		46
Line 46 plus line 47				=		47

Enter the amount from line 29 of the previous page.

Enter the amount from line 47.

Tax credit for base CPP contributions on self-employment income and other earnings:

Line 49 plus line 50

Enter this amount (in dollars and cents) on **line 31000** of your return.

Enter the amount from line 33 of the previous page.

Enter the amount from line 48.

Deduction for CPP contributions on self-employment income and other earnings:

Line 52 plus line 53

Enter this amount (in dollars and cents) on **line 22200** of your return.

See the privacy notice on your return.