

Saskatchewan Research and Development Tax Credit (2017 and later tax years)

Protected B
when completed

Corporation's name	Business number	<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="text-align: center;">Tax year-end</td> </tr> <tr> <td style="text-align: center;">Year Month Day</td> </tr> <tr> <td style="text-align: center;"> </td> </tr> </table>	Tax year-end	Year Month Day	
Tax year-end					
Year Month Day					

- Use **Part 1** of this schedule to calculate a Saskatchewan **refundable** research and development (R&D) tax credit if the corporation is not exempt from tax under section 149 of the federal *Income Tax Act*, has a permanent establishment in Saskatchewan, and is a Canadian-controlled private corporation (CCPC) that incurred eligible expenditures for scientific research and experimental development (SR&ED) carried out in Saskatchewan.
- Use **Parts 2 to 5** of this schedule to calculate a Saskatchewan **non-refundable** R&D tax credit under section 63.3 and 63.4 of the Saskatchewan *Income Tax Act* if the corporation has a permanent establishment in Saskatchewan and meets any of the following criteria:
 - it incurred eligible expenditures for SR&ED carried out in Saskatchewan;
 - it has a non-refundable R&D tax credit transfer after an amalgamation or the wind-up of a subsidiary, as described in subsections 87(1) and 88(1) of the federal Act;
 - it has a non-refundable R&D tax credit allocated to the corporation as a member of a partnership or as a beneficiary under a trust;
 - it has a non-refundable R&D tax credit to reduce Saskatchewan income tax otherwise payable in the current tax year;
 - it has a non-refundable R&D tax credit to carry back to reduce Saskatchewan income tax otherwise payable in any of the three preceding tax years;
 - it has a non-refundable R&D tax credit to carry forward to reduce Saskatchewan income tax otherwise payable in any of the 10 subsequent tax years; or
 - it has a non-refundable R&D tax credit to renounce in whole or in part. The renouncement must be made in the year the credit was earned and filed on or before the filing due date of the T
- An **eligible expenditure** is an expenditure that is incurred for research and development carried out in Saskatchewan and that is a **qualified expenditure** within the meaning of subsections 127(9), (11.1), (11.5), (18), (19), and (20) of the federal *Income tax Act*.
- Include a completed copy of this schedule with your T2 Corporation Income Tax Return.

Part 1 – Saskatchewan refundable R&D tax credit (CCPCs only)

Refundable credit earned after March 31, 2017

Total eligible expenditures* incurred after March 31, 2017, in the current tax year	216		A
Expenditure limit (enter amount from line 410 of Schedule 31) _____ 1			
Amount 1 multiplied by 1/3**	2 ▶	217	B
Eligible expenditures for refundable tax credit (amount A or B, whichever is less)	219		C
Saskatchewan refundable R&D tax credit (amount C multiplied by 10%)	221		D

(enter amount D on line 645 of Schedule 5, *Tax Calculation Supplementary - Corporations*)

* Total eligible expenditures include repayments made in the current year after March 31, 2017. Each amount must relate to a repayment made by the corporation in the tax year and not in any other tax year. Repayments are the sum of the following:

- a repayment made in the tax year of government or non-government assistance or a contract payment that reduced an eligible expenditure other than for first-term or second-term shared-use equipment; and
- a repayment made in the tax year of government or non-government assistance, or a contract payment that reduced an eligible expenditure for first-term or second-term shared-use equipment, **multiplied by 1/4**.

** If the tax year includes March 31, 2017, complete the following calculation and enter the result on line 217 above:

$$\text{Amount 2} \times \frac{\text{Number of days in the tax year after March 31, 2017}}{\text{Total number of days in the tax year}} = \text{_____}$$

Part 2 – Eligible expenditures for non-refundable tax credit

Corporations other than a CCPC

Total eligible expenditures* incurred in the current tax year. **101** _____ E

CCPC

Total excess eligible expenditures incurred for the non-refundable tax credit in the current tax year after March 31, 2017
(amount A minus amount C from Part 1) **107** _____ F

All corporations

Total eligible expenditures incurred in the current tax year after March 31, 2015, and before April 1, 2017 **106** _____ G

* Total eligible expenditures include repayments made in the current year before April 1, 2017. Each amount must relate to a repayment the corporation made in the tax year and not in any other tax year. Repayments are the sum of the following:

- a repayment made in the tax year of government or non-government assistance or a contract payment that reduced an eligible expenditure other than for first-term or second-term shared-use equipment; and
- a repayment made in the tax year of government or non-government assistance, or a contract payment that reduced an eligible expenditure for first-term or second-term shared-use equipment, **multiplied** by 1/4.

Part 3 – Non-refundable credit available and available for carryforward

Non-refundable credit at end of previous tax year _____ H

Non-refundable credit expired after 10 tax years **104** _____ I

Non-refundable credit at beginning of tax year (amount H minus amount I) **105** _____ J

Non-refundable credit transferred on an amalgamation or the windup of a subsidiary **110** _____ K

Non-refundable current-year credit earned before April 1, 2017: line 106 × 10% = **121** _____ L

Non-refundable current-year credit earned after March 31, 2017: line 101 or 107, whichever applies × 10% = **122** _____ M

Non-refundable credit allocated to the corporation that is a member of a partnership **130** _____ N

Non-refundable credit allocated to the corporation that is a beneficiary under a trust **140** _____ O

Subtotal (total of amounts K to O) _____ P

Non-refundable credit available (amount J plus amount P) _____ Q

Non-refundable credit renounced:

(Cannot be more than the total of amounts L, M, N and O.)

Exclude credit earned on repayments of assistance or contract payment **150** _____ R

Amount Q minus amount R _____ 1

Maximum available for non-refundable credit (\$1,000,000 minus amount D from part one) _____ 2

Non-refundable credit claimed in the current tax year:

(The credit claimed in the current year cannot be more than the lesser of amount 1, amount 2, or the Saskatchewan tax otherwise payable) (Enter amount S on line 631 in Part 2 of Schedule 5) **160** _____ S

Non-refundable credit carried back to previous tax year(s) (complete Part 4). _____ T

Subtotal (total of amounts R to T) _____ U

Non-refundable credit available for carryforward (amount Q minus amount U) **200** _____ V

Part 4 – Request for carryback of credit

	Year	Month	Day		Credit to be applied	
1 st previous tax year					901 _____
2 nd previous tax year					902 _____
3 rd previous tax year					903 _____
Total (enter on amount T in Part 3)						=====

Part 5 – Analysis of credit available for carryforward by year of origin

Year of origin (earliest year first)			Credit available	Year of origin (earliest year first)			Credit available
Year	Month	Day		Year	Month	Day	
			_____				_____
			_____				_____
			_____				_____
			_____				_____
			_____				_____
			_____	Total (equals line 200 in Part 3)			=====