



Canadian SR&ED investment tax credit rates (2018)

Qualified CCPC					Other companies (non Qualified Co's.)				
Provinces & Territories	Prov./Terr. Credit	Prov./Terr. Refundable?	Federal Credit Refundable (reduced by Prov./Terr. credit)	Combined	Provinces & Territories	Prov./Terr. Credit	Prov./Terr. Refundable?	Federal Credit Non-refundable (reduced by Prov./Terr. credit)	Combined
AB	10%	Yes	31.50%	41.50%	AB	10%	Yes	13.5%	23.5%
BC	10%	Yes	31.50%	41.50%	BC	10%	No	13.5%	23.5%
MB	15%	No	28.00%	48.00%	MB	15%	No	12.8%	27.8%
NB	15%	Yes	29.75%	44.75%	NB	15%	Yes	12.8%	27.8%
NL	15%	Yes	29.75%	44.75%	NL	15%	Yes	12.8%	27.8%
NS	15%	Yes	29.75%	44.75%	NS	15%	Yes	12.8%	27.8%
ON	8%	Yes			ON	8%	Partial		
ON	3.5%	No	31.33%	42.83%	ON	3.5%	No	13.3%	24.8%
PEI	0%	N/A	35.00%	35.00%	PEI	0%	N/A	20%	20%
QC	30%	Yes	24.50%	54.50%	QC	14%	Yes	14%	24%
SK	10%	Yes	29.75%	44.75%	SK	10%	No	17%	32%
YK	15%	Yes	29.75%	44.75%	YK	15%	Yes	17%	32%
NWT	0%	N/A	35.00%	35.00%	NWT	0%	N/A	20%	20%
NV	0%	N/A	35.00%	35.00%	NV	0%	N/A	20%	20%

Notes:

- 1) The **federal rate** for non-Qualified companies is 15% (20% prior to Jan 1, 2014). Federal credits are reduced by any provincial tax credits receivable.
- 2) **Manitoba** starting in 2012, one-half of the credit for in-house R&D is refundable.
- 3a) **Ontario** allows foreign and public companies to claim the 8% (OITC) as long as they meet the income & size tests. Rate was 10% pre-May 31, 2016.
- 3b) **Ontario** also provides a 3.5% non-refundable ORDTC credit to all corporations. Rate was 4.5% pre-May 31, 2016.
- 4a) **Quebec** - for **tax years beginning > Dec 2, 2014 new \$50,000 exclusion threshold** that reduces qualified expenses
- 4b) **Quebec rate** > June 5, 2014 is 30% of wages & university payments but no credits for materials. (14% if large co.)
- 5) **Saskatchewan** non-refundable 10% after March 31, 2015. 15% refundable for expenditures before Apr. 1, 2015