



## British Columbia Production Services Tax Credit (2020 and later tax years)

Corporation's name	Business number	<table style="width: 100%; border-collapse: collapse;"> <tr> <td colspan="3" style="text-align: center;">Tax year-end</td> </tr> <tr> <td style="text-align: center;">Year</td> <td style="text-align: center;">Month</td> <td style="text-align: center;">Day</td> </tr> <tr> <td style="text-align: center;">     </td> <td style="text-align: center;">   </td> <td style="text-align: center;">   </td> </tr> </table>	Tax year-end			Year	Month	Day			
Tax year-end											
Year	Month	Day									

- Use this form to claim the following credits under the Income Tax Act (British Columbia):
  - production services tax credit (section 82.1), complete Parts 1, 2, 3, 4, 6, and 10
  - regional production services tax credit (section 82.2), complete Part 7
  - distant location production services tax credit (section 82.21), complete Part 8
  - digital animation, visual effects and post-production services tax credit (section 82.3), complete Parts 5 and 9
- To claim any of the above credits, include the following with the T2 Corporation Income Tax Return:
  - accreditation certificate (or a copy)
  - a completed copy of this form for each accredited production. We consider each episode in a series to be a production. However, we will accept one form for episodes in a series that are accredited productions.
- For tax years that begin **before** February 19, 2020, claim these credits no later than 36 months after the end of the tax year. For tax years that begin **after** February 18, 2020, claim these credits no later than 18 months after the end of the tax year.

**Do not use this area**

Code number 423

**Freedom of Information and Protection of Privacy Act (FOIPPA)**

The personal information on this form is collected for the purpose of administering the Income Tax Act (British Columbia) under the authority of paragraph 26(a) of the FOIPPA. Questions about the collection or use of this information can be directed to the Manager, Intergovernmental Relations, PO Box 9444 Stn Prov Govt, Victoria BC V8W 9W8. (Telephone: Victoria at **250-387-3332** or toll-free at **1-877-387-3332** and ask to be re-directed). Email: [ITBTaxQuestions@gov.bc.ca](mailto:ITBTaxQuestions@gov.bc.ca)

**Part 1 – Contact information**

<b>151</b> Name of person to contact for more information	<b>153</b> Telephone number
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**Part 2 – Identifying the film or video production**

<b>301</b> Title of production	<b>302</b> Date principal photography began	<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="text-align: center;">Year</td> <td style="text-align: center;">Month</td> <td style="text-align: center;">Day</td> </tr> <tr> <td style="text-align: center;">     </td> <td style="text-align: center;">   </td> <td style="text-align: center;">   </td> </tr> </table>	Year	Month	Day			
Year	Month	Day						
<b>304</b> Title of production (from accreditation certificate if different than line 301)	<b>303</b> Accreditation certificate number	<b>PS</b>						

**Part 3 – Eligibility**

At any time in the tax year, was the corporation controlled directly or indirectly in any way by one or more persons, all or part of whose taxable income was exempt from tax under section 27 of the Income Tax Act (British Columbia) or Part I of the federal Income Tax Act? . . . . . **220** Yes  No

At any time in the tax year, was all or part of the corporation's taxable income exempt from tax under section 27 of the Income Tax Act (British Columbia) or Part I of the federal Act? . . . . . **222** Yes  No

At any time in the tax year, was the corporation:

a) a prescribed labour-sponsored venture capital corporation for the purposes of section 127.4 of the federal Act? . . . . . **230** Yes  No

b) a small business venture capital corporation registered under section 3 of the Small Business Venture Capital Act? . . . . . **235** Yes  No

c) a corporation that has an employee share ownership plan registered under section 2 of the Employee Investment Act? **240** Yes  No

d) registered as an employee venture capital corporation under section 8 of the Employee Investment Act? . . . . . **245** Yes  No

Has the corporation claimed a British Columbia film and television tax credit for this production? . . . . . **250** Yes  No

If you answered **yes** to any of the above questions, **you are not eligible** for a British Columbia (BC) production services tax credit.

**Part 4 – Accredited qualified BC labour expenditure**

Accredited BC labour expenditure for the tax year includes amounts:

- incurred after the end of final script stage to the end of post-production
- incurred in the tax year or the previous tax year and that was not part of the claimant's accredited BC labour expenditure for the previous tax year
- paid during the tax year or within 60 days of the end of the tax year
- that are directly attributable to the production
- that are for services provided by BC-based individuals and rendered in British Columbia

Effective July 1, 2020, corporations must notify Creative BC of their intent to claim the Production Services Tax Credit on or before the later of the following:

- 60 days after the corporation first incurs an accredited BC labour expenditure for the production
- 30 days after the revocation date of the corporation's eligibility certificate, if applicable

If this deadline is not met, the corporation cannot include the accredited BC labour expenditure incurred before the date the corporation gave notice to Creative BC in its accredited qualified BC labour expenditure for the tax year.

A BC-based individual is defined as an individual who was resident in British Columbia on December 31 of the year before the end of the tax year for which the corporation claims this credit.

An accredited BC labour expenditure does not include amounts paid that are included in a British Columbia interactive digital media tax credit claim.

**Accredited BC labour expenditure for the tax year:**

Salary or wages paid that are directly attributable to the production. . . . .	<b>405</b>	_____	
Remuneration directly attributable to the production paid to:			
– BC-based individuals . . . . .	<b>420</b>	_____	
– taxable Canadian corporations (owned only by a BC-based individual) . . . . .	<b>425</b>	_____	
– other taxable Canadian corporations (for their BC-based employees) . . . . .	<b>430</b>	_____	
– partnerships carrying on business in Canada (for their BC-based members or employees) . . . . .	<b>432</b>	_____	
Subtotal (total of lines 420, 425, 430, and 432) _____ ▶			4A
Labour expenditure that would have qualified as a BC labour expenditure transferred under a reimbursement agreement by the corporation, a wholly owned subsidiary, to the parent corporation that is a taxable Canadian corporation . . . . .	<b>435</b>	_____	
Accredited BC labour expenditure for the current tax year (total of line 405, amount 4A, and line 435) . . . . .	<b>490</b>	_____	
Accredited BC labour expenditure for the previous tax years . . . . .		_____	4B
Accredited BC labour expenditure for the current and previous tax years (line 490 <b>plus</b> amount 4B) . . . . .	<b>505</b>	_____	
All government and non-government assistance that the corporation has not repaid and can be reasonably considered to be attributable to an accredited BC labour expenditure . . . . .	<b>520</b>	_____	
All accredited qualified BC labour expenditures claimed in previous tax years. . . . .	<b>525</b>	_____	
Accredited BC labour expenditure transferred under a reimbursement agreement by the parent corporation, that is a taxable Canadian corporation, to the corporation, a wholly owned subsidiary . . . . .	<b>530</b>	_____	
Subtotal (total of lines 520, 525, and 530) _____ ▶			4C
<b>Accredited qualified BC labour expenditure for the tax year</b> (line 505 <b>minus</b> amount 4C) . . . . .	<b>610</b>	_____	

**Part 5 – Accredited qualified BC labour expenditure directly attributable to digital animation, visual effects and post-production activities (DAVE)**

DAVE activities include prescribed digital animation, or visual effects activities. If principal photography began after February 28, 2015, DAVE activities are expanded to include prescribed digital post-production activities.

**Accredited BC labour expenditure directly attributable to DAVE activities for the tax year:**

Salary or wages paid that are directly attributable to the production's DAVE activities .....	<b>406</b>	
Remuneration directly attributable to the production's DAVE activities paid to:		
– BC-based individuals .....	<b>421</b>	
– taxable Canadian corporations (owned only by a BC-based individual) .....	<b>426</b>	
– other taxable Canadian corporations (for their BC-based employees) .....	<b>431</b>	
– partnerships carrying on business in Canada (for their BC-based members or employees) .....	<b>433</b>	
Subtotal (total of lines 421, 426, 431, and 433) .....		5A
Labour expenditure that would have qualified as a DAVE BC labour expenditure transferred under a reimbursement agreement by the corporation, a wholly owned subsidiary, to the parent corporation that is a taxable Canadian corporation .....	<b>436</b>	
Accredited DAVE BC labour expenditure for the current tax year (total of line 406, amount 5A, and line 436) .....	<b>491</b>	
Accredited DAVE BC labour expenditure for the previous tax years .....		5B
Accredited DAVE BC labour expenditure for the current and previous tax years (line 491 plus amount 5B) .....	<b>506</b>	
All government and non-government assistance that the corporation has not repaid and can be reasonably considered to be attributable to accredited DAVE BC labour expenditure. ....	<b>521</b>	
All accredited DAVE qualified BC labour expenditure claimed in previous tax years .....	<b>526</b>	
Accredited DAVE BC labour expenditure transferred under a reimbursement agreement by the parent corporation, that is a taxable Canadian corporation, to the corporation, a wholly owned subsidiary .....	<b>531</b>	
Subtotal (total of lines 521, 526, and 531) .....		5C
<b>Accredited qualified BC labour expenditure directly attributable to DAVE activities for the tax year</b> (line 506 minus amount 5C) .....	<b>592</b>	

**Part 6 – Production services tax credit**

The basic production services tax credit rate is 28% for productions that start principal photography after September 30, 2016. For episodic productions that start principal photography of the first eligible episode before October 1, 2016, the basic production services tax credit rate will remain at 33% for all other eligible episodes in that cycle.

Use amount 6A if principal photography for the production or first eligible episode of a series started prior to October 1, 2016.  
Use amount 6B if principal photography for the production or first eligible episode of a series started after September 30, 2016.

<b>Production services tax credit:</b> line 610 from Part 4 (for productions that started principal photography prior to October 1, 2016)	_____	× 33% =	.....	===== 6A
<b>Production services tax credit:</b> line 610 from Part 4 (for productions that started principal photography after September 30, 2016)	_____	× 28% =	.....	===== 6B
<b>Production services tax credit</b> (amount 6A or amount 6B, whichever applies) (enter the amount from line 800 at amount 10A in Part 10)				<b>800</b> =====

**Part 7 – Regional production services tax credit**

To be eligible for a regional production services tax credit, principal photography of the production or of each episode for an episodic production must be done in British Columbia outside of the designated Vancouver area for a minimum of five days and must be more than 50% of the total number of principal photography days in British Columbia. For animated productions that start key animation after June 26, 2015, claim the regional production services tax credit on the accredited qualified BC labour expenditure (AQBCLE) for the tax year prorated by the accredited BC labour expenditure (ABCLE) incurred outside the designated Vancouver area over the accredited BC labour expenditure for the tax year. There is no minimum number or percentage of principal photography days required for animated productions that start key animation after June 26, 2015.

**Episodic production** (complete Worksheet 1 or Worksheet 2, or both, line 815 and line 830)

Accredited qualified BC labour expenditure for regional credit ..... **815** \_\_\_\_\_  
(amount from Worksheet 1, line 1, **plus** amount from Worksheet 2, line 2 if applicable)

**Other production**

Accredited qualified BC labour expenditure for the tax year ..... 7A  
(line 610 from Part 4)

**For animated productions that start key animation before June 27, 2015, and for live action productions:**

Number of principal photography days in BC outside the designated Vancouver area	<b>820</b> _____	=	_____	7B
Total number of principal photography days in BC	<b>825</b> _____		=====	

**For animated productions that start key animation after June 26, 2015:**

ABCLE for the tax year incurred outside the designated Vancouver area	<b>822</b> _____	=	_____	7C
ABCLE for the tax year	<b>827</b> _____		=====	

Prorated accredited qualified BC labour expenditure ..... **▶** \_\_\_\_\_ 7D  
(amount 7A **multiplied by** amount 7B or amount 7C, whichever applies)

**Regional production services tax credit** (line 815 or amount 7D **multiplied by** 6%) ..... **830** \_\_\_\_\_  
(enter the amount from line 830 at amount 10B in Part 10)

**Part 8 – Distant location production services tax credit**

To be eligible for a distant location production services tax credit, principal photography of the production or of each episode for an episodic production must be done in British Columbia in a distant location for a minimum of one day. For animated productions that start key animation after June 26, 2015, claim the distant location production services tax credit on the accredited qualified BC labour expenditure (AQBCLE) for the tax year prorated by the accredited BC labour expenditure (ABCLE) incurred in a distant location over the accredited BC labour expenditure for the tax year. There is no minimum number of principal photography days required for animated productions that start key animation after June 26, 2015.

**Episodic production** (complete Worksheet 3 or Worksheet 4, or both, line 835 and line 845)

Accredited qualified BC labour expenditure for distant location credit ..... **835** \_\_\_\_\_  
(amount from Worksheet 3, line 3, **plus** amount from Worksheet 4, line 4 if applicable)

**Other production**

Accredited qualified BC labour expenditure for the tax year ..... 8A  
(line 610 from Part 4)

**For animated productions that start key animation before June 27, 2015, and for live action productions:**

Number of principal photography days in a distant location	<b>839</b> _____	=	_____	8B
Total number of principal photography days in BC	<b>841</b> _____		=====	

**For animated productions that start key animation after June 26, 2015:**

ABCLE for the tax year incurred in a distant location	<b>840</b> _____	=	_____	8C
ABCLE for the tax year	<b>842</b> _____		=====	

Prorated accredited qualified BC labour expenditure ..... **▶** \_\_\_\_\_ 8D  
(amount 8A **multiplied by** amount 8B or amount 8C, whichever applies)

**Distant location production services tax credit** (line 835 or amount 8D **multiplied by** 6%) ..... **845** \_\_\_\_\_  
(enter the amount from line 845 at amount 10C in Part 10)

**Part 9 – Digital animation, visual effects and post-production services tax credit**

The DAVE production services tax credit rate is 16% for productions that start principal photography after September 30, 2016. For episodic productions that start principal photography of the first eligible episode before October 1, 2016, the DAVE production services tax credit rate will remain at 17.5% for all other eligible episodes in that cycle.

Use amount 9A if principal photography for the production or first eligible episode of a series started prior to October 1, 2016.  
 Use amount 9B if principal photography for the production or first eligible episode of a series started after September 30, 2016.

**DAVE tax credit:** line 592 from Part 5 \_\_\_\_\_ × 17.5% = .....                      9A  
 (for productions that started principal photography prior to October 1, 2016)

**DAVE tax credit:** line 592 from Part 5 \_\_\_\_\_ × 16% = .....                      9B  
 (for productions that started principal photography after September 30, 2016)

**Digital animation, visual effects and post-production services tax credit** (amount 9A or amount 9B, whichever applies) **805**                       
 (enter the amount from line 805 at amount 10D in Part 10)

**Part 10 – British Columbia production services tax credit**

Production services tax credit (line 800 from Part 6) .....	_____	10A
Regional production services tax credit (line 830 from Part 7) .....	_____	10B
Distant location production services tax credit (line 845 from Part 8) .....	_____	10C
Digital animation, visual effects, and post-production services tax credit (line 805 from Part 9) .....	_____	10D
<b>British Columbia production services tax credit</b> (total of amounts 10A to 10D) .....	_____	<b>850</b> <u>                    </u>

Enter the amount from line 850 on line 672 of Schedule 5, Tax Calculation Supplementary – Corporations. If you are filing more than one of these forms, add all line 850 amounts from all of the forms and enter the total on line 672 of Schedule 5.

### Worksheet 1: Regional production services tax credit for episodic productions

**AQBCLE** – Total accredited qualified BC labour expenditure for that episode\*\*

**RD** – Total number of principal photography days in British Columbia outside the designated Vancouver area for that episode

**TD** – Total number of principal photography days in British Columbia for that episode

Episode number	Episode title	Principal photography start date yyyy/mm/dd	AQBCLE	RD	TD	Prorated AQBCLE (AQBCLE × RD ÷ TD)
<b>Total prorated AQBCLE*</b> (enter on line 815 in Part 7)						1

\* If you need more space, attach more worksheets.

\*\* Use this worksheet for all live action episodic productions and only animated episodic productions that start key animation before June 27, 2015. Use worksheet 2 for animated episodic productions that start key animation after June 26, 2015.

**Worksheet 2: Regional production services tax credit for animated episodic productions that start key animation after June 26, 2015**

**AQBCLE** – Total accredited qualified BC labour expenditure for that episode\*\*

**RLE** – Accredited BC labour expenditure for the tax year in respect of services rendered in BC outside the designated Vancouver area for that episode

**TLE** – Accredited BC labour expenditure for the tax year for that episode

Episode number	Episode title	Key animation start date yyyy/mm/dd	AQBCLE	RLE	TLE	Prorated AQBCLE (AQBCLE × RLE ÷ TLE)
<b>Total prorated AQBCLE*</b> (enter on line 815 in Part 7)						2

\* If you need more space, attach more worksheets.

\*\* Use this worksheet for animated episodic productions that start key animation after June 26, 2015.

**Worksheet 3: Distant location production services tax credit for episodic productions**

**AQBCLE** – Total accredited qualified BC labour expenditure for that episode\*\*

**DLD** – Total number of principal photography days in British Columbia done in a distant location for that episode

**TD** – Total number of principal photography days in British Columbia for that episode

Episode number	Episode title	Principal photography start date yyyy/mm/dd	AQBCLE	DLD	TD	Prorated AQBCLE (AQBCLE × DLD ÷ TD)
<b>Total prorated AQBCLE*</b> (enter on line 835 in Part 8)						<b>3</b>

\* If you need more space, attach more worksheets.

\*\* Use this worksheet for all live action episodic productions and only animated episodic productions that start key animation before June 27, 2015. Use worksheet 4 for animated episodic productions that start key animation after June 26, 2015.



