



Manitoba Film and Video Production Tax Credit (2019 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> <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> <td style="text-align: center;"> </td> </tr> </table>	Tax year-end	Year	Month	Day				
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- Use this schedule to claim a Manitoba Film and Video Production Tax Credit under sections 7.5 to 7.9 of the Income Tax Act (Manitoba). Complete a separate Schedule 388 for each eligible film.
- An eligible film corporation may claim **one** of the following:
 - the cost-of-salaries credit for the tax year
 - the cost-of-production credit for the tax year
- The cost-of-salaries credit includes the basic tax credit, frequent filming bonus tax credit, the rural bonus tax credit and the producer bonus tax credit.
- The cost-of-production credit includes eligible salaries, eligible service contract expenditures, eligible parent-subsidiary amounts, eligible tangible property expenditures and eligible accommodation expenditures.
- The terms **eligible individual**, **eligible non-resident individual** and **eligible employee** are defined in subsection 7.5(1) of the Income Tax Act (Manitoba).
- To claim this credit, include the following items with your T2 Corporation Income Tax Return:
 - a Certificate of Completion (if the production was completed in the tax year), **or** an Advance Certificate of Eligibility (if the production was not completed in the tax year) issued by Manitoba Film and Music
 - a completed copy of this form – you can complete one form for episodes in a series that are certified eligible films
 - all the documents listed in Part 12 on page 5 of this form

Part 1 – Contact information

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

201 Title of production	202 Date the production was completed (delivery answer print)	Year	Month	Day
203 Certificate number	204 Date the principal photography began	Year	Month	Day

Part 3 – Eligibility

1. Is the corporation incorporated in Canada? **311** Yes No
2. Is the corporation a taxable Canadian corporation? **312** Yes No
3. Does the corporation primarily carry on the business of film or video production? **313** Yes No
4. Does the corporation have a permanent establishment in Manitoba? **314** Yes No

Portion of salaries and wages ^{Note 1} paid to eligible employees and employees who are eligible non-resident individuals

Total number of individuals who are employees of the production corporation in the tax year, whether or not they worked on this film **320** _____

All salaries and wages the corporation has paid to **employees** in the tax year. (Do **not** include amounts paid to individual contractors or corporations) **330** _____

Salaries and wages paid to **eligible employees** (including **employees who are eligible non-resident individuals**) in the tax year for work performed on this film in Manitoba ^{Note 2} (Do **not** include amounts paid to individual contractors or corporations) **331** _____

Portion of the total salaries and wages that are paid to **eligible employees and employees who are eligible non-resident individuals** (line 331 divided by line 330) **340** _____

Important – If you answered **No** to any of questions 1 to 4, or if the percentage at line 340 is less than 25%, you are **not** eligible for the Manitoba film and video production tax credit.

Note 1: Salary or wages for which a T4 has been issued by the eligible corporation.

Note 2: For a documentary, include the amount for work performed in Manitoba and any other locations.

Part 4 – The production commencement time

Enter the production commencement date, the **earlier** of a or b: **420**

Year	Month	Day

a) the date principal photography began **421**

Year	Month	Day

b) the **latest** of:

i) the date the corporation or its parent first incurred development labour costs for the development of script material on which the production is based **425**

Year	Month	Day

ii) the date the corporation or its parent first acquired a right for the story that is the basis of the final script **426**

Year	Month	Day

iii) the date that is two years before the date on which principal photography began **427**

Year	Month	Day

Part 5 – Eligible salaries

Eligible salaries ^{Note 3} for services rendered by eligible individuals

Salary or wages (paid to eligible individuals) **505** _____

Remuneration paid to:

eligible individuals **510** _____

taxable Canadian corporations (solely owned by an eligible individual) **511** _____

other taxable Canadian corporations (for their eligible employees) **512** _____

partnerships carrying on business in Canada (for their members who are eligible individuals or eligible employees) **513** _____

Subtotal (total of lines 510 to 513) _____ **▶** _____ 5A

Labour expenditures incurred by a parent corporation and transferred to its wholly-owned subsidiary (the corporation) under a reimbursement agreement **520** _____

Eligible salaries for services rendered by eligible individuals (line 505 **plus** amount 5A **plus** line 520) **550** _____

The following portion of Part 5 should be completed only if you are filing this claim for the tax year during which the production was completed and if you are attaching a Certificate of Completion to your claim.

Eligible salaries for services provided by eligible non-resident individuals (calculate these amounts separately for each year of the production and enter the totals for all years below).

Eligible salaries the corporation would have paid if the services provided by eligible non-resident individuals were provided by eligible individuals (include salary or wages and remuneration, but do **not** include amounts for taxable benefits received by eligible non-resident individuals) **571** _____

Eligible salaries for services rendered by eligible individuals (line 550). **5B** _____

Enter the rate of the deemed labour cap that is specified on the Certificate of Completion. **580** _____

Maximum eligible salaries for eligible non-resident individuals (amount 5B **multiplied by** line 580). **5C** _____

Eligible salaries for services rendered by eligible non-resident individuals (the lesser of line 571 and amount 5C) **590** _____

- Note 3:** Manitoba eligible salaries include amounts that are:
- a) reasonable in the circumstances
 - b) directly attributable to the production of the eligible film or video
 - c) incurred in the tax year, or the previous tax year, and paid no later than 60 days after the end of the tax year
 - d) for the stages of production from the **production commencement time** to the end of the post-production stage

Manitoba eligible salaries do not include amounts that are incurred in the immediately preceding year and paid within 60 days after the end of that preceding year.

Part 6 – Basic tax credit

Eligible salaries for services rendered by eligible individuals (line 550 in Part 5)	6A	
Eligible salaries for services rendered by eligible non-resident individuals (line 590 in Part 5)	6B	
Subtotal (amount 6A plus amount 6B)	6C	
Eligible salaries included in amount 6C that may be claimed by another corporation	610	
Subtotal (amount 6C minus line 610)	6D	
Amount of eligible salaries allocated to the corporation through a joint allocation agreement that was filed with the Minister of National Revenue	615	
Subtotal (amount 6D plus line 615)	6E	
Total amount of government assistance Note 4 received or receivable by the corporation in connection with these eligible salaries	620	
Total eligible salaries (amount 6E minus line 620)	650	
Basic tax credit	line 650	x 655 Note 5 = 660

Note 4: Government assistance as defined in subsection 7.5(1) of the Income Tax Act (Manitoba).

Note 5: The rate of basic credit that is specified on the Advance Certificate of Eligibility or the Certificate of Completion.

Part 7 – Frequent filming bonus tax credit

Frequent filming bonus	line 650 in Part 6		
		x 705 Note 6	=
			7A
Percentage of labour eligible for frequent filming bonus		710 Note 7	
Frequent filming bonus tax credit (amount 7A multiplied by line 710)		730	

Note 6: The rate of frequent filming bonus that is specified on the Advance Certificate of Eligibility or the Certificate of Completion.

Note 7: The percentage of eligible hours that is specified on the Advance Certificate of Eligibility or the Certificate of Completion. **In any other situation, enter 100.**

Part 8 – Rural bonus tax credit

Rural bonus tax credit	line 650 in Part 6		
		x 805 Note 8	= 820

Note 8: The rate of rural bonus that is specified on the Advance Certificate of Eligibility or the Certificate of Completion.

Part 9 – Producer bonus tax credit

Producer bonus tax credit Note 9	line 650 in Part 6		
		x 845 Note 10	= 850

Note 9: If an eligible individual in Manitoba in the year in which the principal photography ends, or in the immediately preceding year, receives credit as a producer, co-producer or executive producer of that film.

Note 10: The rate of producer bonus that is specified on the Advance Certificate of Eligibility or the Certificate of Completion.

Part 10 – Cost of production tax credit

Salary and wages Note 11 paid to eligible individuals and eligible non-resident individuals that are directly attributable to the eligible Manitoba film	855	
Eligible service contract expenditures directly attributable to the eligible film paid to:		
eligible individuals	857	
taxable Canadian corporations (solely owned by an eligible individual)	858	
other taxable Canadian corporations (for their eligible employees)	859	
partnerships (for their members who are eligible individuals or eligible employees)	860	
Subtotal (total of lines 857 to 860)		10A
Eligible service contract expenditures incurred by the parent corporation and transferred to its wholly-owned subsidiary corporation under a reimbursement agreement	862	
Eligible tangible property expenditures directly attributable to the eligible film	864	
Eligible accommodation expenditures Note 12 directly attributable to the eligible film	865	
Subtotal (total of line 855, amount 10A, lines 862, 864 and 865)		10B
Government assistance included in amount 10B that the corporation has not repaid	866	
Cost of production for the tax year (amount 10B minus line 866) (if negative, enter 0)	870	
Cost of production tax credit	line 870	$\times 30\% =$ 875

Note 11: Manitoba eligible salaries include amounts that are:

- a) reasonable in the circumstances
- b) directly attributable to the production of the eligible film or video
- c) incurred in the tax year, or the previous tax year, and paid no later than 60 days after the end of the tax year
- d) for the stages of production from the **production commencement time** to the end of the post-production stage

Manitoba eligible salaries do not include amounts that are incurred in the immediately preceding year and paid within 60 days after the end of that preceding year.

Note 12: Accommodation expenditures for productions are eligible to a maximum of \$300 per night per accommodation unit in Manitoba.

Part 11 – Manitoba film and video production tax credit

Basic tax credit (line 660 in Part 6)		11A
Frequent filming bonus tax credit (line 730 in Part 7)		11B
Rural bonus tax credit (line 820 in Part 8)		11C
Producer bonus tax credit (line 850 in Part 9)		11D
Cost of salaries tax credit (total of amounts 11A to 11D)		11E
Cost of production tax credit (line 875 in Part 10)		11F
Manitoba film and video production tax credit (amount 11E or amount 11F, whichever applies)	900	

Enter line 900 on line 620 of Schedule 5, Tax Calculation Supplementary – Corporations. If you are filing more than one of these schedules, add the amounts from line 900 of all the schedules, and enter the total on line 620 of Schedule 5.

Part 12 – Claim checklist

To speed up the processing of your claim, make sure you include all the following documents with your T2 Corporation Income Tax Return for **each** film for which you are claiming the Manitoba film and video production tax credit.

- 1. An Advance Certificate of Eligibility **or** a Certificate of Completion issued by Manitoba Film and Music
- 2. A completed copy of this form (you can complete one form for episodes in a series that are certified eligible productions)
- 3. A Report of Eligible Manitoba Labour Expenditures conforming to the format presented in Form B (1) **Note 13**
- 4. The final detailed cost report upon which the Report of Eligible Manitoba Labour Expenditures is based (indicating eligible Manitoba labour expenditures)
- 5. The financial structure for the film or video for the tax year
- 6. If applicable, any documentation that indicates a change in control to the corporation or its corporate structure, which has occurred after the date on which the Part A application has been submitted
- 7. If applicable, the actual list of deemed labour (Form D, Part B) **Note 13** signed by unions/guilds/Film Training Manitoba (it should also be on file with Manitoba Film and Music)
- 8. If you are claiming eligible salaries for services provided by **eligible non-resident individuals** in Part 5 of this form, include a document showing a separate breakdown of eligible salaries by tax years for:
 - (1) eligible individuals
 - (2) eligible non-resident individuals
 in addition to the actual list of deemed labour

Important – Declarations of Manitoba Residency (Form A (1)) **Note 13** for all individuals for which amounts are claimed on this application must be available upon request.

Note 13: For more information on forms provided by Manitoba Film and Music, visit their website at mbfilmmusic.ca/en