



Ontario 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; padding: 2px;">Tax year-end</td> </tr> <tr> <td style="text-align: center; padding: 2px;">Year</td> <td style="text-align: center; padding: 2px;">Month</td> <td style="text-align: center; padding: 2px;">Day</td> </tr> <tr> <td style="text-align: center; padding: 2px;"> </td> <td style="text-align: center; padding: 2px;"> </td> <td style="text-align: center; padding: 2px;"> </td> </tr> </table>	Tax year-end			Year	Month	Day			
Tax year-end											
Year	Month	Day									

- Use this schedule to claim an Ontario production services tax credit (OPSTC) under section 92 of the Taxation Act, 2007 (Ontario). Complete a separate Schedule 558 for each eligible production.
- The OPSTC is a refundable tax credit that is equal to 21.5% of the qualifying production expenditure (QPE) incurred after April 23, 2015, by a qualifying corporation in a tax year for eligible productions. Only expenditures incurred after the final script stage to the end of the post production stage are eligible for the credit.
- To claim the OPSTC, you must meet the eligibility requirements in Part 3.
- If you claim, or have claimed the Ontario film and television tax credit for that same production for any tax year, the OPSTC you are entitled to is nil for that same eligible Ontario production.
- Before claiming an OPSTC, a qualifying corporation must obtain a Certificate of Eligibility from Ontario Creates for each eligible production. Enter the certificate information for the production in Part 2.
- The OPSTC is considered government assistance under paragraph 12(1)(x) of the federal Income Tax Act and must either be included in income in the tax year the credit is received or deducted from the capital cost of the property. The OPSTC is not considered assistance under subsection 33(4) of Ontario Regulation 37/09 to the Taxation Act, 2007 (Ontario) for the purposes of calculating the credit itself.
- To claim the OPSTC, include this schedule and a copy of the certificate of eligibility issued by Ontario Creates with your T2 Corporation Income Tax Return for the tax year.

Part 1 – Contact information

110 Name of contact person	120 Telephone number
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Part 2 – Identifying the eligible production

200 Certificate of eligibility number			
210 Production title			
220 Date principal photography began	Year	Month	Day
230 Estimated QPE	240 Estimated OPSTC for the production		

Part 3 – Eligibility

1. Did the primary activities of the corporation in the tax year consist of carrying on a film or video production business or a film or video production services business, through a permanent establishment in Ontario?	300	<input type="checkbox"/> Yes	<input type="checkbox"/> No
2. Was the corporation exempt from tax for the tax year under Part III of the Taxation Act, 2007 (Ontario) or Part I of the federal Income Tax Act?	310	<input type="checkbox"/> Yes	<input type="checkbox"/> No
3. Was the corporation, at any time in the tax year, controlled directly or indirectly, in any way, by one or more persons, all or part of whose taxable income was exempt from tax under Part I of the federal Income Tax Act?	320	<input type="checkbox"/> Yes	<input type="checkbox"/> No
4. Was the corporation, at any time in the tax year, a prescribed labour-sponsored venture capital corporation?	330	<input type="checkbox"/> Yes	<input type="checkbox"/> No
5. Have you claimed, at any time, an Ontario film and television tax credit for the production identified in Part 2?	400	<input type="checkbox"/> Yes	<input type="checkbox"/> No

If you answered **no** to question 1; or **yes** to questions 2, 3, 4, or 5, you are **not eligible** for the OPSTC.

Part 4 – Ontario production expenditure

Eligible wage expenditure paid to Ontario-based individuals, for services rendered in Ontario, that is directly attributable to the eligible production	730	_____
Eligible service contract expenditure, for services rendered in Ontario, that is directly attributable to the eligible production and paid to:		
Ontario-based individuals	732	_____
other taxable Canadian corporations (for their Ontario-based employees)	734	_____
other taxable Canadian corporations (solely owned by an Ontario-based individual)	736	_____
partnerships (for their Ontario-based members or employees)	738	_____
Subtotal (total of lines 732 to 738)	740	_____
Eligible wage and service contract expenditures incurred by a parent corporation (a taxable Canadian corporation) and transferred to its wholly-owned subsidiary (the corporation) under a reimbursement agreement	745	_____
Complete lines 746 and 747 if there is an entry on line 745:		
Name of parent corporation 746		_____
Business number of parent corporation	747	_____
Eligible tangible property expenditure directly attributable to the eligible production	750	_____
Ontario production expenditure for the tax year (total of lines 730, 740, 745 and 750)	751	_____
Ontario production expenditure for all previous tax years	752	_____
Ontario production expenditure (line 751 plus line 752)	755	_____

Part 5 – Assistance

Assistance received for the Ontario production expenditure included on line 755 (include amounts received, entitled to be received, or reasonably expected to be received by the corporation or any other person or partnership)	757	_____
Amounts repaid under a legal obligation	758	_____
Subtotal (line 757 minus line 758) (if negative, enter "0")	760	_____
Amounts deemed to have been paid/received, as applicable, for the eligible production and included on line 755:		
Federal tax credits and assistance*	762	_____
Ontario refundable tax credits and assistance**	764	_____
Subtotal (line 762 plus line 764)	765	_____
Net assistance (line 760 minus line 765) (if negative, enter "0")	770	_____

* Include only the following federal tax credits and assistance:

- Canadian film or video production tax credit
- Investment tax credit
- Investment tax credit of cooperative corporation
- Assistance provided by the Canada Media Fund under the License Fee Program referred to in subsection 1106(11) of the Federal regulations

** Include only the following Ontario refundable tax credits and assistance:

- Ontario Production Services Tax Credit
- Ontario Book Publishing Tax Credit
- Ontario Computer Animation and Special Effects Tax Credit

Part 6 – Qualifying production expenditure for the tax year

Ontario production expenditure (line 755 in Part 4)			A
Net assistance (line 770 in Part 5)		B	
QPE from all previous tax years	775		
Eligible wage and service contract expenditures incurred by the parent corporation (a taxable Canadian corporation) and transferred to its wholly-owned subsidiary corporation under a reimbursement agreement	780		
Subtotal (total of amount B, line 775 and line 780)		▶ 785	
Qualifying production expenditure (amount A minus line 785) (if negative, enter "0")		▶ 786	

Calculation of the qualifying production expenditure limit:

Eligible wage expenditure		1	
Remuneration directly attributable to the production and paid to:			
Ontario-based individuals (and their Ontario-based employees)*		2	
Taxable Canadian corporations (solely-owned by an Ontario-based individual)		3	
Other taxable Canadian corporations*		4	
Partnerships (for their Ontario-based members or employees)*		5	
If you are a wholly-owned subsidiary, the eligible wage and service contract expenditures* incurred by your parent corporation (a taxable Canadian corporation) and that you have reimbursed under a reimbursement agreement		6	
Subtotal (total of amounts 1 to 6)		7	
Amount 7**	× 4 =		C
Net assistance (line 770 in Part 5)		8	
If you are a parent corporation (a taxable Canadian corporation), the eligible wage and service contract expenditures incurred by you and reimbursed by your wholly-owned subsidiary corporation under a reimbursement agreement		9	
Subtotal (amount 8 plus amount 9)		▶	D
Qualifying production expenditure limit (amount C minus amount D)		▶ 787	
Qualifying production expenditure for the tax year (line 786 or line 787, whichever is less)		▶ 795	

* Amounts 2, 4, 5, and 6 are restricted to salary and wages paid to Ontario-based employees for services provided under contract.

** Ontario labour expenditures must amount to at least 25% of the qualifying production expenditures.

Part 7 – Ontario production services tax credit

QPE for the tax year (line 795 in Part 6)	716	× 21.5% =		E
Ontario production services tax credit (amount E)			720	

Enter the amount from line 720 on line 460 of Schedule 5, Tax Calculation Supplementary – Corporations. If you are filing more than one Schedule 558, add the amounts on line 720 from all of the schedules and enter the total on line 460 of Schedule 5.

See the privacy statement on your return.