

**Ontario Regional Opportunities Investment Tax Credit
(2021 and later tax years)**

Protected B
when completed

Corporation's name	Business number	Tax year-end Year Month Day							
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- If you are a Canadian-controlled private corporation that invests in capital property that becomes available for use on or after March 25, 2020, in the qualifying region of Ontario, use this schedule to claim a refundable tax credit. The credit rate is 10% and applies to eligible expenditures of more than \$50,000 and up to \$500,000 in the tax year. An additional 10% credit is available for expenditures for property that becomes available for use after March 23, 2021, and before January 1, 2023.
- The criteria to be a **qualifying corporation** are set out in subsection 97.1(3) of the Taxation Act, 2007 (Ontario). A qualifying corporation is a Canadian-controlled private corporation throughout the tax year, that carries on business in Ontario in the tax year through a permanent establishment in Ontario. It is not exempt from tax under Part III of the Act for the tax year. Predecessor corporations in an amalgamation must have been qualifying corporations for their expenditures to qualify for the credit.
- A qualifying corporation that is associated with one or more other corporations for a particular tax year can claim the credit if each of the other corporations agrees in writing to waive its right to claim the credit for any tax year that overlaps with the particular tax year. A waiver can be a letter signed by an authorized official of the corporation. By filing this schedule, the corporation confirms that it has obtained waivers from all associated corporations. Do not file the waivers with the schedule but keep them in case we ask to see them later.
- **Eligible property** is capital property included in capital cost allowance class 1 or class 6 with some exceptions. Expenditures for these classes include costs for constructing, renovating or acquiring eligible commercial and industrial buildings. If the property is a building, or an addition or alteration to a building, at the end of the tax year at least 90% of the floor space of the building must be used for a non-residential use. The property has to be located wholly within the qualifying region. Contracts for eligible expenditures must be at arm's length.
- Property has to become **available for use** by the corporation, as determined under subsection 13(26) of the federal Income Tax Act, on or after March 25, 2020.
- The geographic areas that are included in the qualifying region are set out in subsection 97.1(12) of the Taxation Act, 2007 (Ontario). They are described in Schedule 1 and Schedule 2 of Ontario Regulation 180/03 (Division of Ontario into Geographic Areas) made under the Territorial Division Act, 2002. We provide a list of codes corresponding to designated regions at the end of the schedule.
- To claim the credit, file this schedule with your T2 Corporation Income Tax Return.

Part 1 – Eligible property acquired in the current tax year

101 CCA class No. (1 or 6)	Description of eligible property	102 Designated region <i>Note 1</i>	103 Acquisition date <i>Note 2</i> Year Month Day			104 Capital cost

Total capital cost of eligible property **A**

Amount A **minus** \$50,000 (if negative enter "0") **B**

\$450,000 or amount B, whichever is less **C**

Amount C _____ x Number of days in the current tax year _____ = **105**

365

Total capital cost of eligible property acquired in the current year after March 23, 2021, and before January 1, 2023 **D**

Lesser of \$50,000 and the sum of eligible expenditures for property acquired in the tax year and before March 24, 2021 **E**

\$50,000 **minus** amount E (if negative enter "0") **F**

Amount D **minus** amount F (if negative enter "0") **G**

\$450,000 or amount G, whichever is less **H**

Amount H _____ x Number of days in the current tax year _____ = **110**

365

Note 1 For each eligible property, enter the code corresponding to the designated region where the eligible property is located. You will find the list of codes at the end of the schedule.

Note 2 The acquisition date is the date that the property became available for use. The available-for-use date must be within the current tax year.

Part 2 – Unclaimed expenditure balance from a short year that started less than 365 days before the tax year

Where a claim was made in a previous tax year that was a short year, Part 2 determines the prorated amount of unclaimed expenditure balance from the previous short year of the corporation or a predecessor corporation that may be claimed in the current tax year.

For each short year of the corporation or a predecessor corporation in the preceding 364 days, complete a separate Part 2 and add line 220 from each. Do the same for line 225. Complete Part 1 and Part 3 only once.

Short year **230** Start

Year	Month	Day
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240 End

Year	Month	Day
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201	Description of eligible property	202	203			204
CCA class No. (1 or 6)		Designated region <i>Note 1</i>	Acquisition date <i>Note 2</i>			Capital cost
			Year	Month	Day	

Total capital cost in the short year **I**

Amount I minus \$50,000 (if negative enter "0") **J**

\$450,000 or amount J, whichever is less **K**

Number of days in the period that starts on the first day of the short year and ends on the day before the start of the current tax year **210**

$\frac{365 \text{ minus line 210}}{365} = \text{L}$

$\frac{\text{Number of days in the current tax year}}{365} = \text{M}$

Ratio L or M, whichever is less **N**

Amount K \times Ratio N = **220**

Total capital cost in the short year of eligible property acquired after March 23, 2021, and before January 1, 2023 **O**

Amount O minus \$50,000 (if negative enter "0") **P**

\$450,000 or amount P, whichever is less **Q**

Amount Q \times Ratio N = **225**

Note 1 For each eligible property, enter the code corresponding to the designated region where the eligible property is located. You will find the list of codes at the end of the schedule.

Note 2 The acquisition date is the date that the property became available for use. The available-for-use date must be within the short year.

Part 3 – Ontario regional opportunities investment tax credit

Line 105 multiplied by 10% **R**

Total of line 220 for all applicable short years multiplied by 10% **320**

Amount R plus line 320 **S**

$\$450,000 \times \frac{\text{Number of days in the current tax year}}{365} \times 10\% = \text{T}$

Ontario regional opportunities investment tax credit based on eligible expenditures (amount S or T, whichever is less) **325**

Line 110 multiplied by 10% **U**

Total of line 225 for all applicable short years multiplied by 10% **330**

Amount U plus line 330 **V**

Ontario regional opportunities investment tax credit based on special expenditures (amount V or T, whichever is less) **335**

Ontario regional opportunities investment tax credit (line 325 plus line 335) **340**

Enter amount from line 340 on line 472 of Schedule 5, Tax Calculation Supplementary – Corporations.

Designated regions

You will find below a list of codes with the corresponding designated regions.

Code	Designated region
16	City of Kawartha Lakes
41	County of Bruce
34	County of Elgin together with the City of St. Thomas
37	County of Essex together with the City of Windsor and Township of Pelee
10	County of Frontenac together with the City of Kingston
42	County of Grey
46	County of Haliburton
12	County of Hastings together with the City of Belleville and City of Quinte West
40	County of Huron
38	County of Lambton
09	County of Lanark together with the Town of Smiths Falls
11	County of Lennox and Addington
39	County of Middlesex together with the City of London
14	County of Northumberland
32	County of Oxford
31	County of Perth together with the City of Stratford and the Town of St. Marys
15	County of Peterborough together with the City of Peterborough
13	County of Prince Edward
47	County of Renfrew together with the City of Pembroke
57	District of Algoma
56	District of Cochrane
60	District of Kenora
51	District of Manitoulin
44	District of Muskoka
48	District of Nipissing
49	District of Parry Sound
59	District of Rainy River
52	District of Sudbury together with the City of Greater Sudbury
58	District of Thunder Bay
54	District of Timiskaming
36	Municipality of Chatham-Kent
07	United Counties of Leeds and Grenville together with the City of Brockville, the Town of Gananoque and the Town of Prescott
02	United Counties of Prescott and Russell
01	United Counties of Stormont, Dundas and Glengarry together with the City of Cornwall