

	10% Temporary Wage Subsidy	75% Canada Emergency Wage Subsidy
Eligible Employers	<p>Eligible employer if you:</p> <ul style="list-style-type: none"> <li>• Are a(n): <ul style="list-style-type: none"> <li>○ Individual</li> <li>○ Canadian controlled private corporation (CCPC) eligible for the small business deduction (SBD)</li> <li>○ Non-profit organization</li> <li>○ Registered charity, or</li> <li>○ Partnership whose members are solely individuals (excluding trusts), registered charities, or CCPCs eligible for the SBD</li> </ul> </li> <li>• Had an existing payroll account with CRA on March 18, 2020; and</li> <li>• Pay salary, wages, bonuses, or other remuneration to an eligible employee (individual employed in Canada)</li> </ul>	<p>Non-publicly funded businesses including:</p> <ul style="list-style-type: none"> <li>• Individuals</li> <li>• Taxable corporations</li> <li>• Non-profit organizations</li> <li>• Registered charities</li> <li>• Partnerships (all the members consisting of eligible employers afore noted)</li> </ul>
Other Requirements		<ul style="list-style-type: none"> <li>• Revenue decline: <ul style="list-style-type: none"> <li>○ 15% decline for March; 30% for the following months</li> </ul> </li> <li>• Revenue decline is calculated by: <ul style="list-style-type: none"> <li>○ Comparison to same month in 2019, or comparison to average of January and February 2020</li> <li>○ Either accrual basis or cash basis accounting</li> <li>○ Once a choice has been made for comparison and basis, this must be consistent for the full period</li> </ul> </li> <li>• If an employer is eligible due to decreased revenues for a period, they are automatically eligible for the next period.</li> <li>• To ensure that the Canada Emergency Response Benefit (CERB) applies as intended, the Government will consider implementing an approach to limit duplication. This could include a process to allow individuals rehired by their employer during the same eligibility period to cancel their CERB claim and repay that amount. More details are expected to be released regarding this.</li> <li>• Employers are expected to make their best effort to top-up employees' salaries to bring them to pre-crisis levels.</li> </ul>
Amount of Subsidy	<ul style="list-style-type: none"> <li>• 10% of remuneration paid to eligible employees</li> <li>• Maximum of \$1,375 per eligible employee and total of \$25,000 per employer (associated CCPCs not required to share the maximum subsidy of \$25,000 per employer)</li> </ul>	<p>For Arm's length Employees (pre-March 15, 2020) Greater of</p> <ul style="list-style-type: none"> <li>• Actual payroll up to 75% of baseline remuneration paid to an employee to a maximum of \$847 per week, and</li> </ul>

*Information provided here is of a general nature and deals with time sensitive information that is changing on a rapid basis. Information may not apply to your particular facts and circumstances and should not be relied upon in lieu of seeking advice from your professional advisors. Neither KRP nor its partners, directors, contractors or employees will be liable for any actions taken from reliance on this information. Links to other websites or publications are provided for your convenience only and you may access them at your own risk. By supplying this information, KRP is not providing tax, accounting, legal, or professional service or advice.*

*Last updated: Tuesday, April 14, 2020*

		<ul style="list-style-type: none"> <li>75% of actual remuneration paid to an employee to a maximum of \$847 per week.</li> </ul> <p>For New Arm's length Employees (post March 15, 2020)</p> <ul style="list-style-type: none"> <li>75% of actual remuneration paid to an employee to a maximum of \$847 per week.</li> </ul> <p>For Non-Arm's length Employees (pre-March 15, 2020)</p> <ul style="list-style-type: none"> <li>Actual payroll up to 75% of baseline remuneration paid to an employee to a maximum of \$847 per week.</li> </ul> <p>For Non-Arm's length Employee starting on or after March 15, 2020</p> <ul style="list-style-type: none"> <li>\$0.</li> </ul> <ul style="list-style-type: none"> <li>Remuneration for the subsidy generally does not include severance pay, stock option benefits, use of a corporate vehicle, etc.</li> <li>Subsidy amount reduced by benefits received under the 10% wage subsidy</li> <li>No overall limit per employer</li> </ul>
<p><b>Duration</b></p>	<p>March 18, 2020 to June 19, 2020</p>	<p>March 15, 2020 to June 6, 2020</p>
<p><b>Application Process</b></p>	<ul style="list-style-type: none"> <li>You do not need to apply for the subsidy.</li> <li>You must calculate the subsidy manually, the CRA will not automatically calculate the allowable subsidy.</li> <li>Once you have calculated your subsidy, you can reduce your income tax source deduction remittance by the amount of the calculated subsidy.</li> <li>Note: Remittances of CPP and EI premiums cannot be reduced by the subsidy – only income tax remittances.</li> </ul>	<ul style="list-style-type: none"> <li>Through CRA's My Business Account portal or web-based application that will be available April 27, 2020. File an application in prescribed form for a qualifying period on or before September 30, 2020</li> <li>Employers must reapply for each claim period.</li> <li>Employers must attest the application is complete and accurate</li> </ul>
<p><b>When can the subsidy be received?</b></p>	<ul style="list-style-type: none"> <li>This subsidy is not received directly, the subsidy is received through reduction of payroll remittances. Therefore, the subsidy is received at the applicable remittance date.</li> <li>If your subsidy is greater than the income taxes you deducted, you can reduce your future payroll remittances to benefit from the subsidy, even if the remittances relate to wages paid after June 19, 2020.</li> <li>If you choose not to reduce your payroll remittances during the year, you can still calculate the subsidy. At the end of the year, the CRA will</li> </ul>	<p><b>To be confirmed</b></p>

*Information provided here is of a general nature and deals with time sensitive information that is changing on a rapid basis. Information may not apply to your particular facts and circumstances and should not be relied upon in lieu of seeking advice from your professional advisors. Neither KRP nor its partners, directors, contractors or employees will be liable for any actions taken from reliance on this information. Links to other websites or publications are provided for your convenience only and you may access them at your own risk. By supplying this information, KRP is not providing tax, accounting, legal, or professional service or advice.*

*Last updated: Tuesday, April 14, 2020*

	pay the amount to you or transfer it to your next year's remittance.	
Taxability of Subsidy	Taxable income in the year the subsidy is received.	Taxable income in the year the subsidy is received.
More Info	More information <a href="#">here</a> .	More information <a href="#">here</a> .

*Information provided here is of a general nature and deals with time sensitive information that is changing on a rapid basis. Information may not apply to your particular facts and circumstances and should not be relied upon in lieu of seeking advice from your professional advisors. Neither KRP nor its partners, directors, contractors or employees will be liable for any actions taken from reliance on this information. Links to other websites or publications are provided for your convenience only and you may access them at your own risk. By supplying this information, KRP is not providing tax, accounting, legal, or professional service or advice.*

*Last updated: Tuesday, April 14, 2020*