



**MANITOBA ODOUR-CONTROL TAX CREDIT
(2008 and later tax years)**

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|---------------------|-----------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------|-----------------------|-----|--|--|--|
| Name of corporation | Business Number | <table style="width:100%; border-collapse: collapse;"> <tr> <td style="text-align: center;">Year</td> <td style="text-align: center;">Tax year-end Month</td> <td style="text-align: center;">Day</td> </tr> <tr> <td style="border-bottom: 1px solid black; width: 33%;"></td> <td style="border-bottom: 1px solid black; width: 33%;"></td> <td style="border-bottom: 1px solid black; width: 33%;"></td> </tr> </table> | Year | Tax year-end Month | Day | | | |
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- You can claim a Manitoba odour-control tax credit under section 10.2 of *Income Tax Act* (Manitoba) if the corporation:
 - has a permanent establishment in Manitoba; and
 - had eligible expenditures in the current tax year or unused credit from a prior tax year.
- Eligible expenditures refer to the capital cost of a depreciable capital property (e.g., straw cannons, sewage lagoon covers and seals, biofiltering units) acquired under the following conditions:
 - it was acquired by the corporation before 2012 to prevent, eliminate, or significantly reduce odour that arises from organic waste used or created in the course of the corporation's business in Manitoba;
 - the property became available for use by the corporation in the tax year and before 2012;
 - the property was not used or acquired for any use by anyone before it was acquired by the corporation;
 - it is prescribed by regulation, or is declared by the provincial minister, to be a qualifying property; and
 - it is property that is used in a process that involves "other equipment used in anaerobic processes".
- Use this schedule to:
 - claim the credit to reduce Manitoba income tax otherwise payable in the current tax year;
 - calculate the credit you have available to carry forward;
 - request a carryback of the credit;
 - transfer a credit after an amalgamation or the wind-up of a subsidiary, as described in subsections 87(1) and 88(1) of the federal *Income Tax Act*; or
 - calculate the current-year credit earned from eligible expenditures allocated from a trust or a partnership.
- An eligible expenditure must be identified on this schedule and filed no later than 12 months after the *T2 Corporation Income Tax Return* is due for the tax year in which the expenditure was incurred.
- For non-agricultural corporations, an unused credit earned in the current tax year is not refundable.
- Agricultural corporations are eligible for a refundable part of the odour-control tax credit. The maximum refund that a corporation can claim is the lesser of: the amount of tax credit available that exceeds the non-refundable amount claimed in the current year; and the property tax paid net of government assistance received or receivable on Manitoba farmland used by the corporation in the business of farming, for the calendar year.
- The unused credit can be carried forward for 10 tax years and carried back 3 tax years.
- File one completed copy of this schedule with your *T2 Corporation Income Tax Return*.

Part 1 – Eligible expenditures made in the current tax year

| | | | |
|-------------------------------------------------------------------------------------------------|-----|--|---|
| Corporation's share of eligible expenditures allocated from a partnership | 100 | | A |
| Corporation's share of eligible expenditures allocated from a trust | 101 | | B |
| Corporation's eligible expenditures | 102 | | C |
| Total eligible expenditures made in the current tax year (total of amounts A to C) | | | D |

Part 2 – Calculation of credit available for the year and credit available for carryforward

| | | | | |
|---------------------------------------------------------------------------------------------------------------|-----|--|---|---|
| Credit at the end of the preceding tax year | | | a | |
| Deduct: Credit expired after 10 tax years | 104 | | b | |
| Credit at the beginning of the tax year (amount a minus amount b) | 105 | | ▶ | E |
| Add: | | | | |
| Credit transferred on an amalgamation or the wind-up of a subsidiary | 110 | | c | |
| Current-year credit earned (amount D from Part 1) ... × 10% = | 120 | | d | |
| Subtotal (amount c plus amount d) | | | ▶ | F |
| Total credit available for the current tax year (amount E plus amount F) | | | | G |
| Deduct: | | | | |
| Non-refundable credit claimed in the current year* (enter on line 607 of Schedule 5) | 160 | | e | |
| Refundable tax credit for agricultural corporations (complete Part 3) (enter on line 623 of Schedule 5) | 161 | | f | |
| Credit carried back to previous tax years (complete Part 4) | | | g | |
| Subtotal (total of amounts e to g) | | | ▶ | H |
| Closing balance - credit available for carryforward (amount G minus amount H) | 200 | | | I |

* The credit claimed in the current tax year cannot exceed the Manitoba income tax otherwise payable or the amount on line G, whichever is less.

