

COVID-19 Wage Subsidies

Are you eligible?

EMPLOYERS MAY BE ELIGIBLE FOR **ONE OR BOTH** SUBSIDIES

	10% TEMPORARY WAGE SUBSIDY	75% CANADA EMERGENCY WAGE SUBSIDY
ELIGIBLE EMPLOYERS	<p>Eligible employer if a(n):</p> <ul style="list-style-type: none"> • Individual • Canadian controlled private corporation (CCPC) eligible for the small business deduction (SBD) • Partnerships whose members are solely individuals (excluding trusts), registered charities or CCPCs eligible for the SBD <ul style="list-style-type: none"> • Have an existing payroll account with CRA on March 18, 2020 • Pay salary, wages, bonuses or other remuneration to an eligible employee (individual employed in Canada) 	<p>Non-publicly funded businesses including:</p> <ul style="list-style-type: none"> • Individuals • Taxable corporations • Partnerships consisting of eligible employers • Non-profit organizations • Registered charities
OTHER REQUIREMENTS	<hr style="border: 1px solid black;"/>	<ul style="list-style-type: none"> • 30% decline in Canadian source revenues for the month compared to the same month last year • Employee cannot be eligible for CERB within 4 week period • Employer makes “best effort” to top-up employee’s salaries to pre-crisis levels
AMOUNT OF SUBSIDY	<ul style="list-style-type: none"> • 10% of remuneration paid • Maximum of \$1,375 for each eligible employee and total of \$25,000 per employer (associated CCPCs not required to share the maximum subsidy of \$25,000 per employer). 	<p>Greater of:</p> <ul style="list-style-type: none"> • 75% of remuneration paid to employee (maximum of \$847 per week), and <p>Lesser of:</p> <ul style="list-style-type: none"> • The amount of remuneration paid to employee (maximum of \$847 per week), and • 75% of employee’s pre-crisis weekly remuneration <ul style="list-style-type: none"> • Subsidy amount reduced by benefits received under the 10% wage subsidy • No overall limit per employer
DURATION	<ul style="list-style-type: none"> • March 18, 2020 to June 19, 2020 	<ul style="list-style-type: none"> • March 15, 2020 to June 6, 2020
APPLICATION PROCESS	<ul style="list-style-type: none"> • You do not need to apply for the subsidy. • Subsidy is calculated when you remit payroll source deductions to CRA. The income tax source deduction remittance is reduced by the amount of the calculated subsidy. <p>Note: Remittances of CPP and EI premiums cannot be reduced by the subsidy – only income tax remittances.</p>	<ul style="list-style-type: none"> • Through CRA’s My Business Account portal or web based application to be developed. • Employers must reapply for each claim period.
WHEN CAN SUBSIDY BE RECEIVED	<ul style="list-style-type: none"> • Applicable payroll remittance date for remuneration paid from March 18 to June 19, 2020. For example, regular payroll remittance would be due April 15, 2020 (for March 2020 payroll). 	<ul style="list-style-type: none"> • Approximately 6 weeks after application.
TAXABILITY OF THE SUBSIDY	<ul style="list-style-type: none"> • Taxable income in the year the subsidy is received 	<ul style="list-style-type: none"> • Taxable income in the year the subsidy is received
	FURTHER INFORMATION	FURTHER INFORMATION