



British Columbia Corporation Tax Calculation (2019 and later tax years)

Corporation's name	Business number	Tax year-end Year Month Day
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- Use this schedule if your corporation had a **permanent establishment** (as defined in section 400 of the federal Income Tax Regulations) in British Columbia and had taxable income earned in the year in British Columbia.
- This schedule is a worksheet only and is not required to be filed with your T2 Corporation Income Tax Return.

Part 1 – Income subject to British Columbia lower and higher tax rates

Taxable income for British Columbia Note 1		1A
Income eligible for British Columbia lower tax rate:		
Line 400 of the T2 return	1B	
Line 405 of the T2 return	1C	
Line 427 or 428 of the T2 return Note 2	1D	
Amount 1B, 1C, or 1D, whichever is the least	▶ 1E	
For credit unions only:		
Amount 3C from Schedule 17, Credit Union Deductions	1F	
Amount 1E	1G	
Subtotal (amount 1F minus amount 1G, if negative, enter "0")	▶	1H
Total (amount 1E plus amount 1H)		1I
Amount 1I \times Taxable income for British Columbia Note 1	=	1J
Taxable income for all provinces Note 3		
Income subject to British Columbia higher tax rate (amount 1A minus amount 1J)		1K
<p>Note 1 If your corporation had a permanent establishment only in British Columbia, enter the taxable income from line 360 of the T2 return. Otherwise, enter the taxable income allocated to British Columbia from column F in Part 1 of Schedule 5, Tax Calculation Supplementary – Corporations.</p> <p>Note 2 If your tax year starts before 2019, use line 427. If your tax year starts after 2018, use line 428.</p> <p>Note 3 Includes the territories and the offshore jurisdictions for Nova Scotia and Newfoundland and Labrador.</p>		

Part 2 – British Columbia tax before credits

British Columbia tax at the lower rate:		
Amount 1J \times 2%	=	2A
British Columbia tax at the higher rate:		
Amount 1K \times 12%	=	2B
British Columbia tax before credits Note 4 (amount 2A plus amount 2B)		2C
<p>Note 4 If your corporation had a permanent establishment in more than one jurisdiction or is claiming a British Columbia tax credit, enter amount 2C on line 240 of Schedule 5. Otherwise, enter it on line 760 of the T2 return.</p>		