Section II
CRA SR&ED Statistics & new programs

SREDStakeholder.CA

Webcast May 14, 2020
Presented by
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CRA SR&ED Red book Mar 31, 2020

SR&ED claim intake	Year end Mar 31, 2019		Year end Mar 31, 2020		Variance 2019-2020	
	Claims	ITC's	Claims	ITC's	Claims	ITC's
National	19,855	$ 3,177,717	19,595	$ 3,046,754	-1.3%	-4.1%
Refundable (35%)	11633	$ 1,189,270	12069	$ 1,363,208	3.7%	14.6%
Refundable TPR (35%)	2815	$ 128,385	2805	$ 149,665	-0.4%	16.6%
Non-Refundable (15%)	3607	$ 1,050,649	3466	$ 1,142,062	-3.9%	8.7%
Non-Refundable TPR (15%)	1363	$ 612,764	1424	$ 311,680	4.5%	-49.1%
Other	214	$ 238,522	195	$ 80,138	-8.9%	-66.4%

Source: CRA Redbook

SR&ED ITC's - Past decade

SR&ED claims processed			Variance %	
Year	Claims	ITC's ('000's)	Claims	ITC's
2019	19,632	3,219,591	-1.1%	1.3%
2018	19,855	3,177,717	-4.8%	-1.6%
2017	20,867	3,231,128	-8.6	-18.7
2016	22,839	3,979,168	-6	-5.5
2015	24,302	4,211,057	-4	-3.4
2014	25,312	4,361,819	-1.1	16.5
2010	28,518	3,743,200	27	-8.2
2007	22,370	4,081,256		
2014 to 2018 changes			-21.5	-27.1

Processing Outcomes Apr.1, 2019 to Mar. 31, 2020	Processing Type	Processed Claims	Percent of total processed claims by review type	ITC / CII		
				ITC Claimed ($, 000s)	ITC Allowed ($, 000s)	ITC Adjusted ($, 000s)
Atlantic	Coordinated Desk Review	8	1.2%	$1,852	$1,647	$205
	Coordinated On-site Review	96	14.3%	$16,986	$9,399	$7,587
	All Coordinated Reviews	104	15.5%	$18,839	$11,047	$7,792
	Total	673	100.0%	$63,917	$55,813	$8,104
Québec	Coordinated Desk Review	105	2.0%	$50,909	$47,421	$3,488
	Coordinated On-site Review	884	16.7%	$157,621	$124,369	$33,252
	All Coordinated Reviews	989	18.7%	$208,530	$171,790	$36,740
	Total	5290	100.0%	$792,814	$753,924	$38,890
Ontario Centre	Coordinated Desk Review	72	1.4%	$18,015	$13,422	$4,592
	Coordinated On-site Review	561	11.2%	$312,490	$234,426	$78,064
	All Coordinated Reviews	633	12.6%	$330,505	$247,848	$82,656
	Total	5007	100.0%	$977,425	$884,846	$92,579
Ontario West	Coordinated Desk Review	25	0.6%	$10,996	$10,303	$693
	Coordinated On-site Review	496	12.5%	$121,151	$95,182	$25,969
	All Coordinated Reviews	521	13.1%	$132,147	$105,485	$26,662
	Total	3971	100.0%	$622,392	$587,408	$34,984
Prairies	Coordinated Desk Review	28	1.2%	$5,912	$5,521	$390
	Coordinated On-site Review	446	19.5%	$165,680	$113,014	$52,666
	All Coordinated Reviews	474	20.7%	$171,592	$118,535	$53,057
	Total	2287	100.0%	$400,731	$345,559	$55,173
Pacific	Coordinated Desk Review	30	1.1%	$28,753	$27,689	$1,065
	Coordinated On-site Review	325	11.9%	$72,151	$60,211	$11,940
	All Coordinated Reviews	355	13.0%	$100,905	$87,900	$13,005
	Total	2731	100.0%	$433,093	$419,204	$13,889
All Canada/Tout le Canada	Coordinated Desk Review	268	1.3%	$116,437	$106,004	$10,433
	Coordinated On-site Review	2808	14.1%	$846,079	$636,602	$209,477
	All Coordinated Reviews	3076	15.4%	$962,516	$742,605	$219,911
	Total	19959	100.0%	$3,290,372	$3,046,754	$243,618

Processing Outcomes Apr.1, 2019 to Mar. 31, 2020	Adjustment Rate	Average Days /	Hours / Heures			ITC's / hour
Processing Type	Overall % ITC Adjusted	Average Total Days	RTA Hours	FR Hours	Total Hours	
Atlantic Coordinated Desk Review	11.1%	918	238	327	565	
Coordinated On-site Review	44.7%	475	5,204	6,543	11,747	
All Coordinated Reviews	41.4%	509	5,441	6,870	12,312	
Total	12.7%	119	6,817	8,507	15,342	$ 3,638
Québec Coordinated Desk Review	6.9%	338	3,140	2,798	5,944	
Coordinated On-site Review	21.1%	359	48,098	33,791	81,899	
All Coordinated Reviews	17.6%	357	51,238	36,589	87,843	
Total	4.9%	99	58,773	44,662	103,525	$ 7,283
Ontario Centre Coordinated Desk Review	25.5%	372	2,678	2,306	4,983	
Coordinated On-site Review	25.0%	576	38,913	29,529	68,474	
All Coordinated Reviews	25.0%	553	41,590	31,835	73,457	
Total	9.5%	134	53,845	47,137	101,098	$ 8,752
Ontario West Coordinated Desk Review	6.3%	299	508	494	1,003	
Coordinated On-site Review	21.4%	418	32,181	23,804	55,985	
All Coordinated Reviews	20.2%	412	32,689	24,299	56,988	
Total	5.6%	99	42,102	32,860	75,008	$ 7,831
Prairies Coordinated Desk Review	6.6%	240	521	583	1,104	
Coordinated On-site Review	31.8%	276	25,616	22,606	48,222	
All Coordinated Reviews	30.9%	274	26,137	23,189	49,325	
Total	13.8%	97	30,312	29,087	59,420	$ 5,816
Pacific Coordinated Desk Review	3.7%	238	675	532	1,207	
Coordinated On-site Review	16.5%	281	19,396	14,755	34,151	
All Coordinated Reviews	12.9%	277	20,071	15,287	35,358	
Total	3.2%	64	24,681	19,643	44,382	$ 9,445
All Canada/Tout le Canada Coordinated Desk Review	9.0%	339	7,758	7,040	14,805	
Coordinated On-site Review	24.8%	395	169,407	131,029	300,478	
All Coordinated Reviews	22.8%	390	177,165	138,068	315,283	
Total	7.4%	103	216,530	181,897	398,775	$ 7,640

Advisory Service Results and Check-offs for the period April 1, 2019 to March 31, 2020

	Pre-Claim Consultation			Pre-Claim Review			Check-offs
	Opened during the period	Processed during the period	Inventory	Opened during the period	Processed during the period	Inventory	Processed during the period
Atlantic	10	9	4	0	0	0	142
Québec	40	34	18	0	0	1	5
Ontario Centre	41	54	13	0	0	0	405
Ontario West	32	33	8	1	2	8	951
Prairies	22	27	7	0	0	0	3,215
Pacific	71	67	15	1	3	0	8
All Canada/Tout le Canada	216	224	65	2	5	9	4,726

SR&ED Success stories
CRA website - Mar 11, 2020

Scientific Research and Experimental Development Program – Success stories

The Scientific Research and Experimental Development (SR&ED) Program encourages Canadian businesses of all sizes and in all sectors to conduct research and development. These stories highlight how SR&ED tax incentives help businesses grow and reach their goals.

Featured stories

Pattison Sign Group

The SR&ED Program values the service it provides to its claimants. Find out how SR&ED employees helped this company with their claim.

Autovance Technologies

The SR&ED Program can help you claim tax incentives for the first time. See how this company learned about the SR&ED tax incentives through one of the program's services.

Northforge Innovations Inc.

The SR&ED Program can help your business grow. Learn how the SR&ED Program helped this company increase its employee base and revenue.

Canadian Geothermal Energy Association

The SR&ED Program's free seminars can help your business navigate the application process. Read about this association's positive experience hosting an SR&ED seminar for its members.

Rho-Can Machine and Tool Company

The SR&ED Program can help your business innovate. Discover how SR&ED tax incentives helped this company start new projects.

Rio Tinto

The SR&ED Program offers useful services and tools for claimants. Find out how they can help your company be more efficient when claiming SR&ED Tax Incentives.

Rho-Can Machine and Tool Company

Rho-Can Machine and Tool Company was established in 1983 and serves the military, automotive, and aerospace industries. It specializes in designing and building special-purpose machines and equipment while providing machine-shop services and manufacturing.

The Scientific Research and Experimental Development (SR&ED) Tax Incentives Program was beneficial to Rho-Can Machine and Tool Company in that it provided financial support to help build their business. When asked about how the SR&ED tax incentives program had helped their research and development projects succeed, Rho-Can shared the following:

> *I can honestly tell you that the SR&ED Program has helped Rho-Can immensely. It has given us the courage over the years to tackle projects that we would otherwise have considered as being outside of our comfort zone. Those same projects that we tackled a few years ago, have now become mainstay products for Rho-Can.*

Our comments

- In future could add examples of eligible work in addition to "testimonials"?

- Use tax case analysis (section III) as an example

- Goals = informative without revealing confidential info.