



December 3, 2024

Yves Giroux
Parliamentary Budget Officer
Office of the Parliamentary Budget Officer
99 Bank Street, 9th Floor
Ottawa ON K1A 0A9

Information Request: IR0805

Dear Mr. Giroux,

This is a response to your letter dated November 4, 2024, in which you requested access to the number of businesses classified under the NAICS code 721211 since 2015, should there be not enough data points for disclosure, under the NAICS code 7212 that:

1. Have been reviewed as part of any compliance program (e.g.: desk review, audit, etc.),
2. Have been reassessed and were denied the small business deduction because of a review (please also provide the total amount of small business deduction that was denied); and,
3. Have filed an objection after being denied the small business deduction.

We can provide the following information as requested in Question 2 following confirmation with your office that Corporate Tax (T2) data pertaining to the small business deduction is what was being sought.

The Canada Revenue Agency's (CRA) Corporate Assessing Review Program reviewed 45 businesses identified under NAICS code 7212 between January 1, 2015 to November 15, 2024. Of these businesses, 36 businesses were fully or partially denied the small business deduction (totalling \$785,619).

Section 241 of the Income Tax Act prohibits the CRA from providing taxpayer information to the Parliamentary Budget Officer (PBO). The current provision of data is based on the premise that no taxpayer can be identified and that the PBO and his office will not use the data to attempt to identify a taxpayer.

If desirable, CRA officials would be pleased to offer you or your officials a more details briefing on the table to facilitate an accurate interpretation of the statistics and to communicate any data limitations.



Canada Revenue
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Should you require additional information, please do not hesitate to contact me or Marc Lemieux, Assistant Commissioner, Collections and Verification Branch (CVB), at 613-954-1269.

Sincerely,

A handwritten signature in blue ink, appearing to read "Bob Hamilton".

Bob Hamilton