



Individual Taxation
Quebec 2016



Table 11 – QUEBEC (2016)

Taxable Income \$	TAX TABLE						
	Tax			Effective	Marginal Rate		
	Federal \$	Quebec \$	Total \$	Rate %	Federal %	Quebec %	Total %
10,000	-	-	-	0.0	0.00	0.00	0.00
11,000	-	-	-	0.0	6.60	0.00	6.60
12,000	66	-	66	0.6	12.50	0.00	12.50
13,000	191	-	191	1.5	12.50	0.00	12.50
14,000	316	-	316	2.3	12.60	9.00	21.60
15,000	442	90	532	3.5	12.50	16.00	28.50
16,000	567	250	817	5.1	12.50	16.00	28.50
17,000	692	410	1,102	6.5	12.50	16.00	28.50
18,000	817	570	1,387	7.7	12.50	16.00	28.50
19,000	943	730	1,673	8.8	12.50	16.00	28.50
20,000	1,068	890	1,958	9.8	12.50	16.00	28.50
21,000	1,193	1,050	2,243	10.7	12.50	16.00	28.50
22,000	1,318	1,210	2,528	11.5	12.50	16.00	28.50
23,000	1,444	1,370	2,814	12.2	12.50	16.00	28.50
24,000	1,569	1,530	3,099	12.9	12.51	16.00	28.51
25,000	1,694	1,690	3,384	13.5	12.53	16.00	28.53
26,000	1,819	1,850	3,669	14.1	12.53	16.00	28.53
27,000	1,945	2,010	3,955	14.6	12.53	16.00	28.53
28,000	2,070	2,170	4,240	15.1	12.53	16.00	28.53
29,000	2,195	2,330	4,525	15.6	12.53	16.00	28.53
30,000	2,320	2,490	4,810	16.0	12.53	16.00	28.53
31,000	2,446	2,650	5,096	16.4	12.53	16.00	28.53
32,000	2,571	2,810	5,381	16.8	12.53	16.00	28.53
33,000	2,696	2,970	5,666	17.2	12.53	16.00	28.53
34,000	2,821	3,130	5,951	17.5	12.53	16.00	28.53
35,000	2,947	3,290	6,237	17.8	12.53	16.00	28.53
36,000	3,072	3,450	6,522	18.1	12.53	16.00	28.53
37,000	3,197	3,610	6,807	18.4	12.53	16.00	28.53
38,000	3,322	3,770	7,092	18.7	12.53	16.00	28.53
39,000	3,448	3,930	7,378	18.9	12.53	16.00	28.53
40,000	3,573	4,090	7,663	19.2	12.53	16.00	28.53
41,000	3,698	4,250	7,948	19.4	12.53	16.00	28.53
42,000	3,823	4,410	8,233	19.6	12.53	18.40	30.93
43,000	3,949	4,594	8,543	19.9	12.53	20.00	32.53
44,000	4,074	4,794	8,868	20.2	12.53	20.00	32.53
45,000	4,199	4,994	9,193	20.4	15.82	20.00	35.82
46,000	4,357	5,194	9,551	20.8	17.12	20.00	37.12
47,000	4,529	5,394	9,923	21.1	17.12	20.00	37.12
48,000	4,700	5,594	10,294	21.4	17.12	20.00	37.12
49,000	4,871	5,794	10,665	21.8	17.12	20.00	37.12
50,000	5,042	5,994	11,036	22.1	17.12	20.00	37.12
51,000	5,213	6,194	11,407	22.4	17.12	20.00	37.12
52,000	5,384	6,394	11,778	22.7	17.12	20.00	37.12
53,000	5,556	6,594	12,150	22.9	17.12	20.00	37.12
54,000	5,727	6,794	12,521	23.2	17.12	20.00	37.12
55,000	5,898	6,994	12,892	23.4	17.12	20.00	37.12
56,000	6,069	7,194	13,263	23.7	17.12	20.00	37.12
57,000	6,240	7,394	13,634	23.9	17.12	20.00	37.12
58,000	6,411	7,594	14,005	24.1	17.12	20.00	37.12
59,000	6,583	7,794	14,377	24.4	17.12	20.00	37.12
60,000	6,754	7,994	14,748	24.6	17.12	20.00	37.12
61,000	6,925	8,194	15,119	24.8	17.12	20.00	37.12

Taxable Income \$	TAX TABLE						
	Tax			Effective	Marginal Rate		
	Federal \$	Quebec \$	Total \$	Rate %	Federal %	Quebec %	Total %
62,000	7,096	8,394	15,490	25.0	17.12	20.00	37.12
63,000	7,267	8,594	15,862	25.2	17.12	20.00	37.12
64,000	7,439	8,794	16,233	25.4	17.12	20.00	37.12
65,000	7,610	8,994	16,604	25.5	17.12	20.00	37.12
66,000	7,781	9,194	16,975	25.7	17.12	20.00	37.12
67,000	7,952	9,394	17,346	25.9	17.12	20.00	37.12
68,000	8,123	9,594	17,718	26.1	17.12	20.00	37.12
69,000	8,294	9,794	18,088	26.2	17.12	20.00	37.12
70,000	8,466	9,994	18,460	26.4	17.12	20.00	37.12
71,000	8,637	10,194	18,831	26.5	17.12	20.00	37.12
72,000	8,808	10,394	19,202	26.7	17.12	20.00	37.12
73,000	8,979	10,594	19,573	26.8	17.12	20.00	37.12
74,000	9,150	10,794	19,944	27.0	17.12	20.00	37.12
75,000	9,321	10,994	20,315	27.1	17.12	20.00	37.12
80,000	10,177	11,994	22,171	27.7	17.12	20.20	37.32
85,000	11,033	13,003	24,036	28.3	17.12	24.00	41.12
90,000	11,889	14,203	26,092	29.0	21.19	24.00	45.19
95,000	12,949	15,403	28,352	29.8	21.71	24.00	45.71
100,000	14,034	16,603	30,637	30.6	21.71	24.65	46.36
105,000	15,120	17,836	32,956	31.4	21.71	25.75	47.46
110,000	16,205	19,123	35,328	32.1	21.71	25.75	47.46
115,000	17,291	20,411	37,702	32.8	21.71	25.75	47.46
120,000	18,376	21,698	40,074	33.4	21.71	25.75	47.46
125,000	19,462	22,986	42,448	34.0	21.71	25.75	47.46
130,000	20,547	24,273	44,820	34.5	21.71	25.75	47.46
140,000	22,718	26,848	49,566	35.4	24.12	25.75	49.87
150,000	25,130	29,423	54,553	36.4	24.22	25.75	49.97
160,000	27,551	31,998	59,549	37.2	24.22	25.75	49.97
170,000	29,973	34,573	64,546	38.0	24.22	25.75	49.97
180,000	32,394	37,148	69,542	38.6	24.22	25.75	49.97
190,000	34,816	39,723	74,539	39.2	24.22	25.75	49.97
200,000	37,237	42,298	79,535	39.8	27.56	25.75	53.31
250,000	51,015	55,173	106,188	42.5	27.56	25.75	53.31
300,000	64,792	68,048	132,840	44.3	27.56	25.75	53.31
350,000	78,570	80,923	159,493	45.6	27.56	25.75	53.31
400,000	92,347	93,798	186,145	46.5	27.56	25.75	53.31

Marginal rate applies on each dollar of additional income.

Federal

- 1) Basic personal credit of \$1,721.
- 2) Provincial abatement of 16.5% of basic federal tax.
- 3) Indexation rate of 1.3%.

Quebec

- 1) Basic personal credit of \$2,310.
- 2) Indexation rate of 1.09%.

Table I2 – MAIN NON-REFUNDABLE TAX CREDITS (2016)

	Federal (15%)	Quebec (20%)
	\$	\$
Basic	11,474	11,550
Spouse or eligible dependent	11,474 ^{1, 2}	n/a
Person living alone	n/a	1,355 ³
Supplement for single-parent family	n/a	1,675 ⁴
Parental contribution for adult children engaged in studies	n/a	7,610 ⁵
Post-secondary studies, minor dependent (per session)	n/a	2,130 ⁶
Full-time / Part-time post-secondary studies:		
• Education amount (per month)	400 / 120	n/a
• Textbook amount (per month)	65 / 20	n/a
Disabled dependent aged 18 or older	6,788 ⁷	n/a ⁸
Other dependent persons aged 18 or older	n/a	3,100 ⁹
Physical activities for children (- 16 years of age)	500 ¹⁰	n/a ⁸
Artistic, cultural and recreational activities for children (- 16 years of age)	250 ¹⁰	n/a ⁸
Employment amount	1,161 ¹¹	n/a ¹²
Public transit passes	Cost ¹³	n/a
Age amount (65 years of age ¹⁴ and older)	7,125 ¹⁵	2,485 ¹⁶
Retirement income	2,000	2,210 ¹⁷
Person suffering from a disability	8,001	2,625 ¹⁹
Supplement (- 18 years of age)	4,667 ^{18, 20}	n/a
Caregiver	4,667 ^{2, 20}	n/a ⁸
Adoption fees	15,453 ¹⁰	n/a ⁸
Volunteer firefighters	3,000	3,000 ²¹
Search and rescue volunteer	3,000	3,000 ²¹
Purchase of first home	5,000	n/a
Home accessibility	10,000 ¹⁰	n/a

- ¹ Reduced by the net income of the spouse or dependent.
- ² Potential \$2,121 additional amount if eligible for family caregiver credit (also offered for a dependent child under 18 years of age).
- ³ Reduced by 15% for each \$1 exceeding \$33,505 (nil at \$42,538).
- ⁴ The person must not have a minor child in December.
- ⁵ Reduced by 80% of child's income (excluding scholarship). \$5,480 if only one session is completed during the year.
- ⁶ Limited to two sessions per year; amount reduced by 80% of dependent's income, excluding scholarship.
- ⁷ Reduced for each \$1 exceeding \$6,807 (nil at \$13,595).
- ⁸ Refundable tax credit in Quebec.
- ⁹ Reduced by 80% of the dependent's income (excluding scholarship). The parent must not benefit from the transfer of the parental contribution for adult children engaged in studies.
- ¹⁰ Maximum amount of expenses eligible for the credit.
- ¹¹ Amount equal to taxpayer's employment income for the year (max. \$1,161).
- ¹² In Quebec, deduction for workers (max. \$1,130).
- ¹³ Cost of public transit passes valid for at least one month.
- ¹⁴ In Quebec, the age of eligibility is 66 in 2016 and will increase by one year every year to reach 70 years in 2020.
- ¹⁵ Reduced by 15% for each \$1 exceeding \$35,927 (nil at \$83,427).
- ¹⁶ Reduced by 15% for each \$1 exceeding \$33,505 (nil at \$50,072).
- ¹⁷ Reduced by 15% for each \$1 exceeding \$33,505 (nil at \$48,238).
- ¹⁸ Reduced by child care and caregiver expenses which exceed \$2,734 (nil at \$7,401).
- ¹⁹ Reduced if a supplement for a disabled child is included in CAP.
- ²⁰ Reduced for each \$1 exceeding \$15,940 (nil at \$20,607).
- ²¹ 16% credit rate.

Table I2 – MAIN NON-REFUNDABLE TAX CREDITS (2016) (Continued)

	Federal	Quebec
Medical expenses	<ul style="list-style-type: none"> 15% of expenses which exceed the lesser of \$2,237 or 3% of applicant's net income 	<ul style="list-style-type: none"> 20% of expenses which exceed 3% of net family income
Charitable donations	<ul style="list-style-type: none"> Max. donations: 75% of net income 15% on the first \$200 and 29% or 33% on excess amount Additional 25% credit for first-time donation not exceeding \$1,000 	<ul style="list-style-type: none"> 20% on the first \$200 and 24% on excess amount¹ Additional credit for certain cultural donations

Table I3 – MARGINAL RATES (2016)

Tax Brackets	Other Income %	Capital Gain %	Dividends ²	
			Eligible ³ %	Ordinary ⁴ %
QUEBEC				
\$15,000 – \$42,390	28.53	14.26	5.64	14.85
\$42,391 – \$45,282	32.53	16.26	11.16	19.53
\$45,283 – \$84,780	37.12	18.56	17.49	24.90
\$84,781 – \$90,563	41.12	20.56	23.01	29.58
\$90,564 – \$103,150	45.71	22.86	29.35	34.95
\$103,151 – \$140,388	47.46	23.73	31.77	37.00
\$140,389 – \$200,000	49.97	24.98	35.22	39.93
\$200,001 and over	53.31	26.65	39.83	43.84
ALL PROVINCES				
Federal				
For all provinces, except Quebec	33.00	16.50	24.81	26.30
Quebec only	27.56	13.78	20.72	21.96
Provincial⁵				
Alberta	48.00	24.00	31.71	40.24
British Columbia	47.70	23.85	31.30	40.61
Manitoba	50.40	25.20	37.78	45.69
New Brunswick	53.30	26.65	34.20	45.81
Newfoundland and Labrador	49.80	24.90	40.54	41.51
Northwest Territories	47.05	23.53	28.33	35.72
Nova Scotia	54.00	27.00	41.58	46.77
Nunavut	44.50	22.25	33.08	36.35
Ontario	53.53	26.76	39.34	45.30
Prince Edward Island	51.37	25.69	34.22	43.87
Quebec	53.31	26.65	39.83	43.84
Saskatchewan	48.00	24.00	30.33	40.06
Yukon	48.00	24.00	24.81	40.17

- ¹ Rate of 25.75% for certain donations as of 2017.
- ² Rates applicable to actual dividends received (not grossed-up).
- ³ 38% gross-up.
- ⁴ 17% gross-up since January 1, 2016 (18% before that date).
- ⁵ Combined rates, federal and provincial.

Table I4 – TAX BRACKETS

FEDERAL – 2016		
\$45,282 or less	15%	
\$45,283 – \$90,563	\$6,792 + 20.5% on next \$45,281	
\$90,564 – \$140,388	\$16,075 + 26% on next \$49,824	
\$140,389 – \$200,000	\$29,029 + 29% on next \$59,612	
\$200,001 and over	\$46,317 + 33% on excess	
<ul style="list-style-type: none"> 15% rate used for AMT. Quebec abatement is 16.5% of basic federal tax. Indexation rate of 1.3% for 2016. 		
QUEBEC – 2016		
\$42,390 or less	16%	
\$42,391 – \$84,780	\$6,782 + 20.00% on next \$42,390	
\$84,781 – \$103,150	\$15,260 + 24.00% on next \$18,370	
\$103,151 and over	\$19,689 + 25.75% on excess	
<ul style="list-style-type: none"> 16% rate used for AMT. Indexation rate of 1.09% in 2016. 		
TAX CREDIT FOR DIVIDENDS FROM CANADIAN CORPORATIONS – 2016 ¹		
	Eligible Dividends ²	Ordinary Dividends ³
Federal	15.02%	10.52% ⁴
Quebec	11.90%	7.05%

- ¹ Rates applicable to grossed-up dividends.
- ² 38% gross-up.
- ³ 17% gross-up since January 1, 2016 (18% before that date).
- ⁴ Since January 1, 2016 (11.02% before that date).

Table I1 – ONTARIO (2016)



Individual Taxation
Ontario 2016



TAX TABLE								
Taxable Income	Tax			Effective Rate	Marginal Rate			
	Federal	Ontario	Total		Federal	Ontario	Total	
	\$	\$	\$		%	%	%	
10,000	-	-	-	0.0	0.00	4.99	4.99	
11,000	-	50	50	0.5	7.89	5.05	12.94	
12,000	79	100	179	1.5	15.00	5.05	20.05	
13,000	229	151	380	2.9	15.00	5.05	20.05	
14,000	379	201	580	4.1	15.00	5.05	20.05	
15,000	529	252	781	5.2	15.00	5.05	20.05	
16,000	679	302	981	6.1	15.00	5.05	20.05	
17,000	829	353	1,182	7.0	15.00	5.05	20.05	
18,000	979	403	1,382	7.7	15.00	5.05	20.05	
19,000	1,129	454	1,583	8.3	15.00	5.05	20.05	
20,000	1,279	504	1,783	8.9	15.00	5.05	20.05	
21,000	1,429	555	1,984	9.4	15.00	5.05	20.05	
22,000	1,579	605	2,184	9.9	15.00	5.05	20.05	
23,000	1,729	656	2,385	10.4	15.00	5.05	20.05	
24,000	1,879	706	2,585	10.8	15.00	5.05	20.05	
25,000	2,029	757	2,786	11.1	15.00	5.05	20.05	
26,000	2,179	807	2,986	11.5	15.00	5.05	20.05	
27,000	2,329	858	3,187	11.8	15.00	5.05	20.05	
28,000	2,479	908	3,387	12.1	15.00	5.05	20.05	
29,000	2,629	959	3,588	12.4	15.00	5.05	20.05	
30,000	2,779	1,009	3,788	12.6	15.00	5.05	20.05	
31,000	2,929	1,060	3,989	12.9	15.00	5.05	20.05	
32,000	3,079	1,110	4,189	13.1	15.00	5.05	20.05	
33,000	3,229	1,161	4,390	13.3	15.00	5.05	20.05	
34,000	3,379	1,211	4,590	13.5	15.00	5.05	20.05	
35,000	3,529	1,262	4,791	13.7	15.00	5.05	20.05	
36,000	3,679	1,312	4,991	13.9	15.00	5.05	20.05	
37,000	3,829	1,363	5,192	14.0	15.00	5.05	20.05	
38,000	3,979	1,413	5,392	14.2	15.00	5.05	20.05	
39,000	4,129	1,464	5,593	14.3	15.00	5.05	20.05	
40,000	4,279	1,514	5,793	14.5	15.00	5.05	20.05	
41,000	4,429	1,565	5,994	14.6	15.00	6.95	21.95	
42,000	4,579	1,634	6,213	14.8	15.00	9.15	24.15	
43,000	4,729	1,726	6,455	15.0	15.00	9.15	24.15	
44,000	4,879	1,817	6,696	15.2	15.00	9.15	24.15	
45,000	5,029	1,909	6,938	15.4	18.95	9.15	28.10	
46,000	5,218	2,000	7,219	15.7	20.50	9.15	29.65	
47,000	5,423	2,092	7,515	16.0	20.50	9.15	29.65	
48,000	5,628	2,183	7,812	16.3	20.50	9.15	29.65	
49,000	5,833	2,275	8,108	16.5	20.50	9.15	29.65	
50,000	6,038	2,366	8,405	16.8	20.50	9.15	29.65	
51,000	6,243	2,458	8,701	17.1	20.50	9.15	29.65	
52,000	6,448	2,549	8,998	17.3	20.50	9.15	29.65	
53,000	6,653	2,641	9,294	17.5	20.50	9.15	29.65	
54,000	6,858	2,732	9,591	17.8	20.50	9.15	29.65	
55,000	7,063	2,824	9,887	18.0	20.50	9.15	29.65	
56,000	7,268	2,915	10,184	18.2	20.50	9.15	29.65	
57,000	7,473	3,007	10,480	18.4	20.50	9.15	29.65	
58,000	7,678	3,098	10,777	18.6	20.50	9.15	29.65	
59,000	7,883	3,190	11,073	18.8	20.50	9.15	29.65	
60,000	8,088	3,281	11,370	18.9	20.50	9.15	29.65	
61,000	8,293	3,373	11,666	19.1	20.50	9.15	29.65	

TAX TABLE								
Taxable Income	Tax			Effective Rate	Marginal Rate			
	Federal	Ontario	Total		Federal	Ontario	Total	
	\$	\$	\$		%	%	%	
62,000	8,498	3,464	11,963	19.3	20.50	9.15	29.65	
63,000	8,703	3,556	12,259	19.5	20.50	9.15	29.65	
64,000	8,908	3,647	12,556	19.6	20.50	9.15	29.65	
65,000	9,113	3,739	12,852	19.8	20.50	9.15	29.65	
66,000	9,318	3,830	13,149	19.9	20.50	9.15	29.65	
67,000	9,523	3,922	13,445	20.1	20.50	9.15	29.65	
68,000	9,728	4,013	13,742	20.2	20.50	9.15	29.65	
69,000	9,933	4,105	14,038	20.3	20.50	9.15	29.65	
70,000	10,138	4,196	14,335	20.5	20.50	9.15	29.65	
71,000	10,343	4,288	14,631	20.6	20.50	9.15	29.65	
72,000	10,548	4,379	14,928	20.7	20.50	9.15	29.65	
73,000	10,753	4,471	15,224	20.9	20.50	10.71	31.21	
74,000	10,958	4,578	15,537	21.0	20.50	10.98	31.48	
75,000	11,163	4,688	15,851	21.1	20.50	10.98	31.48	
80,000	12,188	5,237	17,425	21.8	20.50	11.91	32.41	
85,000	13,213	5,832	19,046	22.4	20.50	16.47	36.97	
90,000	14,238	6,656	20,894	23.2	25.38	17.41	42.79	
95,000	15,507	7,526	23,034	24.2	26.00	17.41	43.41	
100,000	16,807	8,397	25,204	25.2	26.00	17.41	43.41	
105,000	18,107	9,267	27,374	26.1	26.00	17.41	43.41	
110,000	19,407	10,138	29,545	26.9	26.00	17.41	43.41	
115,000	20,707	11,008	31,715	27.6	26.00	17.41	43.41	
120,000	22,007	11,879	33,886	28.2	26.00	17.41	43.41	
125,000	23,307	12,749	36,056	28.8	26.00	17.41	43.41	
130,000	24,607	13,619	38,227	29.4	26.00	17.41	43.41	
140,000	27,207	15,360	42,568	30.4	28.88	17.41	46.29	
150,000	30,096	17,101	47,197	31.5	29.00	18.97	47.97	
160,000	32,996	18,998	51,994	32.5	29.00	18.97	47.97	
170,000	35,896	20,895	56,791	33.4	29.00	18.97	47.97	
180,000	38,796	22,792	61,588	34.2	29.00	18.97	47.97	
190,000	41,696	24,689	66,385	34.9	29.00	18.97	47.97	
200,000	44,596	26,586	71,182	35.6	33.00	19.91	52.91	
250,000	61,096	36,539	97,635	39.1	33.00	20.53	53.53	
300,000	77,596	46,804	124,400	41.5	33.00	20.53	53.53	
350,000	94,096	57,069	151,164	43.2	33.00	20.53	53.53	
400,000	110,596	67,333	177,929	44.5	33.00	20.53	53.53	

Marginal rate applies on each dollar of additional income.

Federal

- 1) Basic personal credit of \$1,721.
- 2) Indexation rate of 1.3%.

Ontario

- 1) This table takes into account the 20% surtax on tax over \$4,484 and additional 36% surtax on tax over \$5,739.
- 2) This table does not take into account the low income tax reduction.
- 3) Basic personal credit of \$506.
- 4) Indexation rate of 1.5%.

Table I2 – MAIN NON-REFUNDABLE TAX CREDITS (2016)

	Federal (15%)	Ontario (5.05%)
	\$	\$
Basic	11,474	10,011
Spouse and eligible dependent	11,474 ^{1,2}	8,500 ³
Full-time / Part-time post-secondary studies:		
• Education amount (per month)	400 / 120	539 / 161
• Textbook amount (per month)	65 / 20	n/a
Disabled dependent aged 18 and older	6,788 ⁴	4,719 ⁵
Physical activities for children (- 16 years of age)	500 ⁶	n/a ⁷
Artistic, cultural and recreational activities for children (- 16 years of age)	250 ⁶	n/a ⁷
Employment amount	1,161 ⁸	n/a
Public transit passes	Cost ⁹	n/a
Age amount	7,125 ¹⁰	4,888 ¹¹
Retirement income	2,000	1,384
Person suffering from a disability Supplement (- 18 years of age)	8,001 4,667 ¹²	8,088 4,719 ¹³
Caregiver	4,667 ^{2,14}	4,719 ¹⁵
Adoption fees	15,453 ⁶	12,214 ⁶
Volunteer firefighters	3,000	n/a
Search and rescue volunteer	3,000	n/a
Purchase of first home	5,000	n/a
Home accessibility	10,000 ⁶	n/a ⁷

¹ Reduced by net income of spouse or dependent.
² Potential \$2,121 additional amount if eligible for family caregiver credit (also offered for a dependent child under 18 years of age).
³ Reduced for each \$1 exceeding \$850 (nil at \$9,350).
⁴ Reduced for each \$1 exceeding \$6,807 (nil at \$13,595).
⁵ Reduced for each \$1 exceeding \$6,707 (nil at \$11,426).
⁶ Maximum amount of expenses eligible for the credit.
⁷ Refundable tax credit available in Ontario.
⁸ Amount equal to taxpayer's employment income for the year (max. \$1,161).
⁹ Cost of public transit passes valid for at least one month.
¹⁰ Reduced by 15% for each \$1 exceeding \$35,927 (nil at \$83,427).
¹¹ Reduced by 15% for each \$1 exceeding \$36,387 (nil at \$68,974).
¹² Reduced by child care and caregiver expenses exceeding \$2,734 (nil at \$7,401).
¹³ Reduced by child care and caregiver expenses exceeding \$2,762 (nil at \$7,481).
¹⁴ Reduced for each \$1 exceeding \$15,940 (nil at \$20,607).
¹⁵ Reduced for each \$1 exceeding \$16,143 (nil at \$20,862).

Table I2 – MAIN NON-REFUNDABLE TAX CREDITS (2016) (Continued)

	Federal	Ontario
Medical expenses	<ul style="list-style-type: none"> 15% of expenses which exceed the lesser of \$2,237 or 3% of applicant's net income No limit for dependents 	<ul style="list-style-type: none"> 5.05% of expenses which exceed the lesser of \$2,266 or 3% of applicant's net income Maximum medical expenses for dependent of \$12,214
Charitable donations	<ul style="list-style-type: none"> Max. donations: 75% of net income 15% on the first \$200 and 29% or 33% on excess amount Additional 25% credit for first-time donation not exceeding \$1,000 	<ul style="list-style-type: none"> Max. donations: 75% of net income 5.05% on the first \$200 and 11.16% on excess amount

Table I3 – MARGINAL RATES (2016)

Tax Brackets	Other Income %	Capital Gain %	Dividends ¹	
			Eligible ² %	Ordinary ³ %
ONTARIO				
\$15,000 – \$41,536	20.05	10.03	0.00	6.13
\$41,537 – \$45,282	24.15	12.08	0.00	10.93
\$45,283 – \$73,145	29.65	14.83	6.39	17.37
\$73,146 – \$83,075	31.48	15.74	8.92	19.51
\$83,076 – \$86,175	33.89	16.95	12.24	22.33
\$86,176 – \$90,563	37.91	18.95	17.79	27.03
\$90,564 – \$140,388	43.41	21.70	25.38	33.46
\$140,389 – \$150,000	46.41	23.20	29.52	36.97
\$150,001 – \$200,000	47.97	23.98	31.67	38.80
\$200,001 – \$220,000	51.97	25.98	37.19	43.48
\$220,001 and over	53.53	26.76	39.34	45.30
ALL PROVINCES				
Federal				
For all provinces except Québec	33.00	16.50	24.81	26.30
Québec only	27.56	13.78	20.72	21.96
Provincial⁴				
Alberta	48.00	24.00	31.71	40.24
British Columbia	47.70	23.85	31.30	40.61
Manitoba	50.40	25.20	37.78	45.69
New Brunswick	53.30	26.65	34.20	45.81
Newfoundland and Labrador	49.80	24.90	40.54	41.51
Northwest Territories	47.05	23.53	28.33	35.72
Nova Scotia	54.00	27.00	41.58	46.77
Nunavut	44.50	22.25	33.08	36.35
Ontario	53.53	26.76	39.34	45.30
Prince Edward Island	51.37	25.69	34.22	43.87
Quebec	53.31	26.65	39.83	43.84
Saskatchewan	48.00	24.00	30.33	40.06
Yukon	48.00	24.00	24.81	40.17

¹ Rates applicable to actual dividends received (not grossed-up).
² 38% gross-up.
³ 17% gross-up since January 1, 2016 (18% before that date).
⁴ Combined rates, federal and provincial.

Table I4 – TAX BRACKETS

FEDERAL – 2016		
\$45,282 or less	15%	
\$45,283 – \$90,563	\$6,792 + 22% on next \$45,281	
\$90,564 – \$140,388	\$16,075 + 26% on next \$49,824	
\$140,389 – \$200,000	\$29,029 + 29% on next \$59,612	
\$200,001 and over	\$46,317 + 33% on excess	
<ul style="list-style-type: none"> 15% rate used for AMT. Indexation rate of 1.3% for 2016. 		
ONTARIO – 2016		
\$41,536 or less	5.05%	
\$41,537 – \$83,075	\$2,098 + 9.15% on next \$41,539	
\$83,076 – \$150,000 ¹	\$5,898 + 11.16% on next \$66,925	
\$150,001 – \$220,000 ¹	\$13,367 + 12.16% on next \$70,000	
\$220,001 and over	\$21,879 + 13.16% on excess	
<ul style="list-style-type: none"> AMT of 33.67% of federal AMT. 20% surtax on tax over \$4,484 and additional 36% surtax on tax over \$5,739. Indexation rate of 1.5% for 2016. 		
TAX CREDIT FOR DIVIDENDS FROM CANADIAN CORPORATIONS – 2016 ²		
	Eligible Dividends ³	Ordinary Dividends ⁴
Federal	15.02%	10.52% ⁵
Ontario ⁶	10.00%	4.29% ⁷

¹ The \$150,000 and \$220,000 brackets are not indexed annually.
² Rates applicable to grossed-up dividends.
³ 38% gross-up.
⁴ 17% gross-up since January 1, 2016 (18% before that date).
⁵ Since January 1, 2016 (11.02% before that date).
⁶ Ontario surtax applies before the dividend tax credits.
⁷ Since January 1, 2016 (4.5% before that date).



Individual Taxation
New Brunswick 2016



Table I1 – NEW BRUNSWICK (2016)

Taxable Income	TAX TABLE							
	Tax				Marginal Rate			
	Federal	New Brunswick	Total	Effective Rate	Federal	New Brunswick	Total	
\$	\$	\$	%	%	%	%	%	
10,000	0	23	23	0.23	0.00	9.68	9.68	
11,000	0	120	120	1.09	7.89	9.68	17.57	
12,000	79	217	296	2.47	15.00	9.68	24.68	
13,000	229	314	543	4.17	15.00	9.68	24.68	
14,000	379	411	790	5.64	15.00	9.68	24.68	
15,000	529	507	1,036	6.91	15.00	9.68	24.68	
16,000	679	604	1,283	8.02	15.00	9.68	24.68	
17,000	829	701	1,530	9.00	15.00	9.68	24.68	
18,000	979	798	1,777	9.87	15.00	9.68	24.68	
19,000	1,129	895	2,024	10.65	15.00	9.68	24.68	
20,000	1,279	991	2,270	11.35	15.00	9.68	24.68	
21,000	1,429	1,088	2,517	11.99	15.00	9.68	24.68	
22,000	1,579	1,185	2,764	12.56	15.00	9.68	24.68	
23,000	1,729	1,282	3,011	13.09	15.00	9.68	24.68	
24,000	1,879	1,379	3,258	13.57	15.00	9.68	24.68	
25,000	2,029	1,475	3,504	14.02	15.00	9.68	24.68	
26,000	2,179	1,572	3,751	14.43	15.00	9.68	24.68	
27,000	2,329	1,669	3,998	14.81	15.00	9.68	24.68	
28,000	2,479	1,766	4,245	15.16	15.00	9.68	24.68	
29,000	2,629	1,863	4,492	15.49	15.00	9.68	24.68	
30,000	2,779	1,959	4,738	15.79	15.00	9.68	24.68	
31,000	2,929	2,056	4,985	16.08	15.00	9.68	24.68	
32,000	3,079	2,153	5,232	16.35	15.00	9.68	24.68	
33,000	3,229	2,250	5,479	16.60	15.00	9.68	24.68	
34,000	3,379	2,347	5,726	16.84	15.00	9.68	24.68	
35,000	3,529	2,443	5,972	17.06	15.00	9.68	24.68	
36,000	3,679	2,540	6,219	17.28	15.00	9.68	24.68	
37,000	3,829	2,637	6,466	17.48	15.00	9.68	24.68	
38,000	3,979	2,734	6,713	17.67	15.00	9.68	24.68	
39,000	4,129	2,831	6,960	17.84	15.00	9.68	24.68	
40,000	4,279	2,927	7,206	18.02	15.00	12.29	27.29	
41,000	4,429	3,050	7,479	18.24	15.00	14.82	29.82	
42,000	4,579	3,198	7,777	18.52	15.00	14.82	29.82	
43,000	4,729	3,347	8,076	18.78	15.00	14.82	29.82	
44,000	4,879	3,495	8,374	19.03	15.00	14.82	29.82	
45,000	5,029	3,643	8,672	19.27	18.95	14.82	33.77	
46,000	5,218	3,791	9,010	19.59	20.50	14.82	35.32	
47,000	5,423	3,939	9,363	19.92	20.50	14.82	35.32	
48,000	5,628	4,088	9,716	20.24	20.50	14.82	35.32	
49,000	5,833	4,236	10,069	20.55	20.50	14.82	35.32	
50,000	6,038	4,384	10,422	20.84	20.50	14.82	35.32	
51,000	6,243	4,532	10,776	21.13	20.50	14.82	35.32	
52,000	6,448	4,680	11,129	21.40	20.50	14.82	35.32	
53,000	6,653	4,829	11,482	21.66	20.50	14.82	35.32	
54,000	6,858	4,977	11,835	21.92	20.50	14.82	35.32	
55,000	7,063	5,125	12,188	22.16	20.50	14.82	35.32	
56,000	7,268	5,273	12,542	22.40	20.50	14.82	35.32	
57,000	7,473	5,421	12,895	22.62	20.50	14.82	35.32	
58,000	7,678	5,570	13,248	22.84	20.50	14.82	35.32	
59,000	7,883	5,718	13,601	23.05	20.50	14.82	35.32	
60,000	8,088	5,866	13,954	23.26	20.50	14.82	35.32	
61,000	8,293	6,014	14,308	23.46	20.50	14.82	35.32	

Taxable Income	TAX TABLE							
	Tax				Marginal Rate			
	Federal	New Brunswick	Total	Effective Rate	Federal	New Brunswick	Total	
\$	\$	\$	%	%	%	%	%	
62,000	8,498	6,162	14,661	23.65	20.50	14.82	35.32	
63,000	8,703	6,311	15,014	23.83	20.50	14.82	35.32	
64,000	8,908	6,459	15,367	24.01	20.50	14.82	35.32	
65,000	9,113	6,607	15,720	24.19	20.50	14.82	35.32	
66,000	9,318	6,755	16,074	24.35	20.50	14.82	35.32	
67,000	9,523	6,903	16,427	24.52	20.50	14.82	35.32	
68,000	9,728	7,052	16,780	24.68	20.50	14.82	35.32	
69,000	9,933	7,200	17,133	24.83	20.50	14.82	35.32	
70,000	10,138	7,348	17,486	24.98	20.50	14.82	35.32	
71,000	10,343	7,496	17,840	25.13	20.50	14.82	35.32	
72,000	10,548	7,644	18,193	25.27	20.50	14.82	35.32	
73,000	10,753	7,793	18,546	25.41	20.50	14.82	35.32	
74,000	10,958	7,941	18,899	25.54	20.50	14.82	35.32	
75,000	11,163	8,089	19,252	25.67	20.50	14.82	35.32	
80,000	12,188	8,830	21,018	26.27	20.50	16.19	36.69	
85,000	13,213	9,639	22,853	26.89	20.50	16.52	37.02	
90,000	14,238	10,465	24,704	27.45	25.38	16.52	41.90	
95,000	15,507	11,291	26,799	28.21	26.00	16.52	42.52	
100,000	16,807	12,117	28,925	28.92	26.00	16.52	42.52	
105,000	18,107	12,943	31,051	29.57	26.00	16.52	42.52	
110,000	19,407	13,769	33,177	30.16	26.00	16.52	42.52	
115,000	20,707	14,595	35,303	30.70	26.00	16.52	42.52	
120,000	22,007	15,421	37,429	31.19	26.00	16.52	42.52	
125,000	23,307	16,247	39,555	31.64	26.00	16.52	42.52	
130,000	24,607	17,073	41,681	32.06	26.00	17.62	43.62	
140,000	27,207	18,835	46,043	32.89	28.88	17.84	46.72	
150,000	30,096	20,619	50,715	33.81	29.00	20.30	49.30	
160,000	32,996	22,649	55,645	34.78	29.00	20.30	49.30	
170,000	35,896	24,679	60,575	35.63	29.00	20.30	49.30	
180,000	38,796	26,709	65,505	36.39	29.00	20.30	49.30	
190,000	41,696	28,739	70,435	37.07	29.00	20.30	49.30	
200,000	44,596	30,769	75,365	37.68	33.00	20.30	53.30	
250,000	61,096	40,919	102,015	40.81	33.00	20.30	53.30	
300,000	77,596	51,069	128,665	42.89	33.00	20.30	53.30	
350,000	94,096	61,219	155,315	44.38	33.00	20.30	53.30	
400,000	110,596	71,369	181,965	45.49	33.00	20.30	53.30	

Marginal rate applies on each dollar of additional income.

Federal

- 1) Basic personal credit of \$1,721.
- 2) Indexation rate of 1.3%.

New Brunswick

- 1) This table does not take into account the low income tax reduction.
- 2) Basic personal credit of \$945.
- 3) Indexation rate of 1.3%.

Table I2 – MAIN NON-REFUNDABLE TAX CREDITS (2016)

	Federal (15%)	New Brunswick (9.68%)
	\$	\$
Basic	11,474	9,758
Spouse and eligible dependent	11,474 ^{1, 2}	8,286 ³
Full-time / Part-time post-secondary studies (per month):		
• Education amount	400 / 120	400 / 120
• Textbook amount	65 / 20	n/a
Disabled dependent aged 18 and older	6,788 ⁴	4,608 ⁵
Physical activities for children (- 16 years of age)	500 ⁶	n/a
Artistic, cultural and recreational activities for children (- 16 years of age)	250 ⁶	n/a
Employment amount	1,161 ⁷	n/a
Public transit passes amount	Cost ⁸	n/a
Age amount	7,125 ⁹	4,765 ¹⁰
Retirement income	2,000	1,000
Person suffering from a disability Supplement (- 18 years of age)	8,001	7,900
	4,667 ¹¹	4,608 ¹²
Caregiver	4,667 ^{2, 13}	4,609 ¹⁴
Adoption fees	15,453 ⁶	n/a
Volunteer firefighters	3,000	n/a
Search and rescue volunteer	3,000	n/a
Purchase of first home	5,000	n/a
Home accessibility	10,000 ⁶	n/a ¹⁵

- ¹ Reduced by net income of spouse or dependent.
- ² Potential \$2,121 additional amount if eligible for family caregiver credit (also offered for a dependent child under 18 years of age).
- ³ Reduced for each \$1 exceeding \$829 (nil at \$9,115).
- ⁴ Reduced for each \$1 exceeding \$6,807 (nil at \$13,595).
- ⁵ Reduced for each \$1 exceeding \$6,539 (nil at \$11,147).
- ⁶ Maximum amount of expenses eligible for the credit.
- ⁷ Amount equal to taxpayer's employment income for the year (max. \$1,161).
- ⁸ Cost of public transit passes valid for at least one month.
- ⁹ Reduced by 15% for each \$1 exceeding \$35,927 (nil at \$83,427).
- ¹⁰ Reduced by 15% for each \$1 exceeding \$35,471 (nil at \$67,238).
- ¹¹ Reduced by child care and caregiver expenses exceeding \$2,734 (nil at \$7,401).
- ¹² Reduced by child care and caregiver expenses exceeding \$2,698 (nil at \$7,306).
- ¹³ Reduced for each \$1 exceeding \$15,940 (nil at \$20,607).
- ¹⁴ Reduced for each \$1 exceeding \$15,738 (nil at \$20,347).
- ¹⁵ Refundable tax credit available in New Brunswick.

Table I2 – MAIN NON-REFUNDABLE TAX CREDITS (2016) (Continued)

	Federal	New Brunswick
Medical expenses	• 15% of expenses which exceed the lesser of \$2,237 or 3% of applicant's net income	• 9.68% of expenses which exceed the lesser of \$2,208 or 3% of applicant's net income
Charitable donations	• Max. donations: 75% of net income • 15% on the first \$200 and 29% or 33% on excess amount • Additional 25% credit for first-time donation not exceeding \$1,000	• Max. donations: 75% of net income • 9.68% on the first \$200 and 17.95% on excess amount

Table I3 – MARGINAL RATES (2016)

Tax Brackets	Other Income %	Capital Gain %	Dividends ¹	
			Eligible ² %	Ordinary ³ %
NEW BRUNSWICK				
\$15,000 – \$40,493	24.68	12.34	0.00	12.32
\$40,494 – \$45,282	29.82	14.91	1.82	18.34
\$45,283 – \$80,985	35.32	17.66	9.38	24.77
\$80,986 – \$90,563	37.02	18.51	11.73	26.76
\$90,564 – \$131,665	42.52	21.26	19.32	33.20
\$131,666 – \$140,388	43.84	21.92	21.14	34.74
\$140,389 – \$150,000	46.84	23.42	25.28	38.25
\$150,001 – \$200,000	49.30	24.65	28.68	41.13
\$200,001 and over	53.30	26.65	34.20	45.81
ALL PROVINCES				
Federal				
For all provinces, except Québec	33.00	16.50	24.81	26.30
Québec only	27.56	13.78	20.72	21.96
Provincial⁴				
Alberta	48.00	24.00	31.71	40.24
British Columbia	47.70	23.85	31.30	40.61
Manitoba	50.40	25.20	37.78	45.69
New Brunswick	53.30	26.65	34.20	45.81
Newfoundland and Labrador	49.80	24.90	40.54	41.51
Northwest Territories	47.05	23.53	28.33	35.72
Nova Scotia	54.00	27.00	41.58	46.77
Nunavut	44.50	22.25	33.08	36.35
Ontario	53.53	26.76	39.34	45.30
Prince Edward Island	51.37	25.69	34.22	43.87
Quebec	53.31	26.65	39.83	43.84
Saskatchewan	48.00	24.00	30.33	40.06
Yukon	48.00	24.00	24.81	40.17

- ¹ Rates applicable to actual dividends received (not grossed-up).
- ² 38% gross-up.
- ³ 17% gross-up since January 1, 2016 (18% before that date).
- ⁴ Combined rates, federal and provincial.

Table I4 – TAX BRACKETS

FEDERAL – 2016		
\$45,282 or less	15%	
\$45,283 – \$90,563	\$6,792 + 20.5% on next \$45,281	
\$90,564 – \$140,388	\$16,075 + 26% on next \$49,824	
\$140,389 – \$200,000	\$29,029 + 29% on next \$59,612	
\$200,001 and over	\$46,317 + 33% on excess	
<ul style="list-style-type: none"> • 15% rate used for AMT. • Indexation rate of 1.3% for 2016. 		
NEW BRUNSWICK – 2016		
\$40,493 or less	9.68%	
\$40,494 – \$80,985	\$3,920 + 14.82% on next \$40,493	
\$80,986 – \$131,665	\$9,921 + 16.52% on next \$50,679	
\$131,666 – \$150,000	\$18,293 + 17.84% on next \$18,335	
\$150,001 and over	\$21,564 + 20.30% on excess	
<ul style="list-style-type: none"> • AMT of 57% of federal AMT. • Indexation rate of 1.3% for 2016. 		
TAX CREDIT FOR DIVIDENDS FROM CANADIAN CORPORATIONS – 2016 ¹		
	Eligible Dividends ²	Ordinary Dividends ³
Federal	15.02%	10.52% ⁴
New Brunswick	13.50% ⁵	3.63% ⁶

- ¹ Rates applicable to grossed-up dividends.
- ² 38% gross-up.
- ³ 17% gross-up since January 1, 2016 (18% before that date).
- ⁴ Since January 1, 2016 (11.02% before that date).
- ⁵ Since January 1, 2016 (12% before that date). 14% starting January 1, 2017.
- ⁶ Since January 1, 2016 (4% before that date). 3.5% starting January 1, 2017.



Corporate Taxation and
U.S. Federal Tax Rates
2016



**Table C1 – BUSINESS INCOME
ELIGIBLE FOR SBD¹**

2016	%	Combined %
Federal	10.50 ²	
Provincial		
Alberta	3.00 ³	13.50
British Columbia	2.50	13.00
Manitoba	0.00	10.50
New Brunswick	3.50 ⁴	14.00
Newfoundland and Labrador	3.00	13.50
Northwest Territories	4.00	14.50
Nova Scotia	3.00	13.50
Nunavut	4.00	14.50
Ontario	4.50	15.00
Prince Edward Island	4.50	15.00
Quebec		
Without MPP / With MPP	8.00 / 4.00 ⁵	18.50 / 14.50
Saskatchewan	2.00	12.50
Yukon		
Without MPP / With MPP	3.00 / 1.50	13.50 / 12.00

**Table C2 – BUSINESS INCOME
NOT ELIGIBLE FOR SBD**

2016	%	Combined %
Federal	15.00	
Provincial		
Alberta	12.00	27.00
British Columbia	11.00	26.00
Manitoba	12.00	27.00
New Brunswick	14.00 ⁶	29.00
Newfoundland and Labrador	15.00 ⁷	30.00
Northwest Territories	11.50	26.50
Nova Scotia	16.00	31.00
Nunavut	12.00	27.00
Ontario		
Without MPP / With MPP	11.50 / 10.00	26.50 / 25.00
Prince Edward Island	16.00	31.00
Quebec	11.90 ⁸	26.90
Saskatchewan		
Without MPP / With MPP	12.00 / 10.00	27.00 / 25.00
Yukon		
Without MPP / With MPP	15.00 / 2.50	30.00 / 17.50

¹ \$500,000 eligible for the SBD for federal purposes and all provinces and territories except Manitoba (\$450,000 since 2016; \$425,000 before that date) and Nova Scotia (\$350,000). In all jurisdictions, the SBD is progressively reduced when paid-up/taxable capital of all associated corporations is greater than \$10M and is eliminated when it is \$15M.

² The planned 0.5% per-year rate reduction, to reach 9% on January 1, 2019, was cancelled in the March 22, 2016 budget. The rate will remain 10.5% after 2016.

³ Rate reduced to 2% as of 2017.

⁴ 3.5% since April 1, 2016 (4% before that date). Average rate of 3.63% for 2016.

⁵ Rate reduced up to 4% since April 1, 2015 for manufacturing SMEs, based on the proportion of their manufacturing activities. This reduced rate will also apply to SMEs in the primary sector starting January 1, 2017.

⁶ 14% since April 1, 2016 (12% before that date). Average rate of 13.5% for 2016.

⁷ Since January 1, 2016 (14% before that date). MPP deduction canceled since January 1, 2016.

⁸ Rate reduced by 0.1% per year as of January 1, 2017, to reach 11.5% on January 1, 2020.

Table C3 – INVESTMENT INCOME¹

2016	%	Combined %	RDTOH ² %
Federal	38.67 ³		
Provincial			
Alberta	12.00 ⁴	50.67	30.67
British Columbia	11.00	49.67	30.67
Manitoba	12.00	50.67	30.67
New Brunswick	13.50 ⁴	52.17	30.67
Newfoundland and Labrador	15.00 ⁵	53.67	30.67
Northwest Territories	11.50	50.17	30.67
Nova Scotia	16.00	54.67	30.67
Nunavut	12.00	50.67	30.67
Ontario	11.50	50.17	30.67
Prince Edward Island	16.00	54.67	30.67
Quebec	11.90 ⁶	50.57	30.67
Saskatchewan	12.00	50.67	30.67
Yukon	15.00	53.67	30.67

Table C4 – SALES TAX

2016	Rate %	Combined %
Federal	5.00	
Provincial		
Alberta	–	5.00
British Columbia	7.00	12.00
Manitoba	8.00	13.00
New Brunswick	10.00 ^{7, 8}	15.00
Newfoundland and Labrador	10.00 ^{7, 9}	15.00
Northwest Territories	–	5.00
Nova Scotia	10.00 ⁷	15.00
Nunavut	–	5.00
Ontario	8.00 ⁷	13.00
Prince Edward Island	10.00 ^{7, 10}	15.00
Quebec	9.975	14.975
Saskatchewan	5.00	10.00
Yukon	–	5.00

¹ 34.67% before 2016. Investment income includes interest, taxable capital gains and other property income, but not deductible dividends.

² Investment income of CCPCs gives rise to refundable dividend tax on hand (RDTOH) of 30.67% (26.67% before 2016). This income tax is refundable at the rate of 38.33% when taxable dividends are paid (33.33% for dividends paid before 2016).

³ 15% rate for non-CCPCs.

⁴ 14% since April 1, 2016 (12% before that date). Average rate of 13.5% for 2016.

⁵ Since January 1, 2016 (14% before that date).

⁶ Rate reduced by 0.1% per year as of January 1, 2017, to reach 11.5% on January 1, 2020.

⁷ Provincial component of HST.

⁸ Since July 1, 2016 (8% before that date).

⁹ Since July 1, 2016 (8% before that date).

¹⁰ Since October 1, 2016 (8% before that date).

TABLE C5 – SR&ED TAX CREDITS¹

2016	Eligible Persons	Credit Rate	Refund Rate ²
Federal	CCPC	35% of the first \$3M ³ in eligible expenditures	100%
		15% of excess	40% for eligible corporations ⁴
	Other corporations	15%	0%
	Individuals	15%	40%
Quebec ⁵	Canadian-controlled corporations	<ul style="list-style-type: none"> 30% of the first \$3M in eligible expenditures⁵ 14% of excess 	100%
	Other corporations and individuals	14%	100%
Ontario ⁷	Corporations	3.5% ⁸	0%
	Corporations	8% ⁹ of the first \$3M ¹⁰ in eligible expenditures	100%
New Brunswick	Corporations	15%	100%

¹ Limits and ceilings are based on the preceding year and applicable to the group of associated corporations. Alberta, British Columbia, Manitoba, Newfoundland and Labrador, Nova Scotia, Saskatchewan and Yukon also have SR&ED credits.
² Unused credits may be carried back three years or forward 20 years.
³ The limit is progressively eliminated when taxable income is between \$500,000 and \$800,000 or taxable capital used in Canada is between \$10M and \$50M.
⁴ 0% if taxable income is greater than \$500,000 or when the taxable capital used in Canada exceeds \$50M.
⁵ An excluded expenditures threshold varying from \$50,000 to \$225,000 applies annually, based on total asset value. Other credits offered in Quebec: tax credit for university research or research carried out by a public research centre or a research consortium, tax credit for private partnership pre-competitive research and tax credit for fees and dues paid to a research consortium.
⁶ The \$3M ceiling is reduced by the excluded expenditures threshold. Rate gradually decreases from 30% to 14% when world assets are between \$50M and \$75M.
⁷ Other credit offered in Ontario: the Ontario Business Research Institute Tax Credit.
⁸ Since June 1, 2016 (4.5% before that date).
⁹ Since June 1, 2016 (10% before that date).
¹⁰ Ceiling is progressively eliminated when taxable income is between \$500,000 and \$800,000 or taxable capital used in Canada is between \$25M and \$50M.

Table C6 – CAPITAL COST ALLOWANCE RATES (2016)

Description of Property	Rate ¹	Class
Buildings acquired since 1988, including component parts	4%	1
Buildings acquired on or after March 19, 2007 ² and used 90% + for manufacturing and processing (separate class)	10% ³	
Buildings acquired on or after March 19, 2007 ² and used 90%+ for non-residential purposes (separate class)	6% ³	
Fences, greenhouses, wood buildings (farming and fishing)	10%	6
Assets not included in any other class such as accessories, equipment, furniture, photocopies, telephones, tools costing more than \$500 and outdoor advertising panels	20%	8
Automobiles, panel trucks, trucks, tractors, trailers	30%	10
Passenger vehicles, the cost of which is equal to or exceeds prescribed amounts (\$30,000 + tax – see Section V)	30%	10.1
Application software, small tools, cutlery, linen, uniforms, moulds, medical instruments costing less than \$500 and rented videotapes	100%	12
Leasehold improvements	Lease term ⁴	13
Taxis, automobiles acquired for short-term leasing and coin-operated video games	40%	16
Trucks and tractors designed for hauling freight	40% ⁵	16
Parking areas or similar surface construction	8%	17
Manufacturing or processing equipment acquired before 2016	50% Straight-line	29
Manufacturing or processing equipment acquired after 2015 and before 2026	50%	53
Computer equipment, systems software and related equipment	55%	50
Data network infrastructure equipment	30%	46

¹ Rates are declining balance unless otherwise indicated.
² Building must not have been acquired or used by anyone before March 19, 2007.
³ Includes additions and modifications made on or after March 19, 2007 to a building included in a separate class even though the building was acquired before that date.
⁴ Straight-line capital cost allowance over the lease term (including the first renewal period), for a minimum of 5 years and a maximum of 40 years.
⁵ 60% rate in Quebec for new vehicles.

Table US1 – U.S. FEDERAL TAX – INDIVIDUALS (2016)

Single individual	
\$9,275 or less	10% of taxable income
\$9,276 – \$37,650	\$928 + 15% on next \$28,375
\$37,651 – \$91,150	\$5,184 + 25% on next \$53,500
\$91,151 – \$190,150	\$18,559 + 28% on next \$99,000
\$190,151 – \$413,350	\$46,279 + 33% on next \$223,200
\$413,351 – \$415,050	\$119,935 + 35% on next \$1,700
\$415,051 or more	\$120,530 + 39.6% on excess
Single individual, head of household	
\$13,250 or less	10% of taxable income
\$13,251 – \$50,400	\$1,325 + 15% on next \$37,150
\$50,401 – \$130,150	\$6,898 + 25% on next \$79,750
\$130,151 – \$210,800	\$26,835 + 28% on next \$80,650
\$210,801 – \$413,350	\$49,417 + 33% on next \$202,550
\$413,351 – \$441,000	\$116,259 + 35% on next \$27,650
\$441,001 or more	\$125,936 + 39.6% on excess
Married individuals who file individual returns	
\$9,275 or less	10% of taxable income
\$9,276 – \$37,650	\$928 + 15% on next \$28,375
\$37,651 – \$75,950	\$5,184 + 25% on next \$38,300
\$75,951 – \$115,725	\$14,759 + 28% on next \$39,775
\$115,726 – \$206,675	\$25,896 + 33% on next \$90,950
\$206,676 – \$233,475	\$55,909 + 35% on next \$26,800
\$233,476 or more	\$65,289 + 39.6% on excess
Married individuals who file joint return and surviving spouses	
\$18,550 or less	10% of taxable income
\$18,551 – \$75,300	\$1,855 + 15% on next \$56,750
\$75,301 – \$151,900	\$10,368 + 25% on next \$76,600
\$151,901 – \$231,450	\$29,518 + 28% on next \$79,550
\$231,451 – \$413,450	\$51,791 + 33% on next \$182,000
\$413,451 – \$466,950	\$111,819 + 35% on next \$53,500
\$466,951 or more	\$130,579 + 39.6% on excess

Table US2 – U.S. FEDERAL TAX – COPORATIONS (2016)¹

\$50,000 or less	15% of taxable income
\$50,001 – \$75,000	\$7,500 + 25% on next \$25,000
\$75,001 – \$100,000	\$13,750 + 34% on next \$25,000
\$100,001 – \$335,000	\$22,250 + 39% on next \$235,000
\$335,001 – \$10M	\$113,900 + 34% on next \$9,665M
\$10M – \$15M	\$3.4M + 35% on next \$5M
\$15M – \$18.33M	\$5.15M + 38% on next \$3.33M
\$18.33M or more	35% of taxable income

¹ American manufacturing companies can benefit from a rate reduction.