

TAX PLANNING GUIDE

2017- 2018

With the tax season in full swing, Raymond Chabot Grant Thornton is pleased to offer its free *2017-2018 Tax Planning Guide* for individuals, an innovative tool to help with tax planning and filing your income tax returns.

Taxes are a complex issue. Few documents present a comprehensive compilation of the most recent tax information to help individuals and managers. We have developed the *Tax Planning Guide* to help you find the answers to your tax questions.

This paper version includes the three detachable *Individuals' Taxation* folders with the 2017 Quebec, Ontario and New Brunswick tax tables. You will also find folder on *Corporate Taxation and U.S. Federal Tax*.

Raymond Chabot Grant Thornton not only offers its services throughout Quebec, but also in eastern Ontario and Edmundston, New Brunswick. Therefore, we have included a number of references to the rules that apply in these provinces.

There are several options to obtain a complete version of the *Tax Planning Guide*!

You can access the *Tax Planning Guide* online anywhere, anytime, by going to: rcgt.com/taxplanningguide. You can:


- view interactive sections;
- download the full text in PDF format.

The planning suggestions in the *Tax Planning Guide* are general in nature and should not be considered a substitute for the recommendations of your tax advisor.

We hope you enjoy this year's version!

This document is up to date as of October 24, 2017 and reflects the status of legislation, including proposed amendments at this date.

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INDIVIDUAL TAXATION

QUEBEC
2017

Table 11 – QUEBEC (2017)

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	4.60	0.00	4.60	
12,000	46	-	46	0.4	12.50	0.00	12.50	
13,000	171	-	171	1.3	12.50	0.00	12.50	
14,000	296	-	296	2.1	12.50	1.80	14.30	
15,000	421	18	439	2.9	12.50	16.00	28.50	
16,000	547	178	725	4.5	12.50	16.00	28.50	
17,000	672	338	1,010	5.9	12.50	16.00	28.50	
18,000	797	498	1,295	7.2	12.50	16.00	28.50	
19,000	922	658	1,580	8.3	12.50	16.00	28.50	
20,000	1,048	818	1,866	9.3	12.50	16.00	28.50	
21,000	1,173	978	2,151	10.2	12.50	16.00	28.50	
22,000	1,298	1,138	2,436	11.1	12.50	16.00	28.50	
23,000	1,423	1,298	2,721	11.8	12.50	16.00	28.50	
24,000	1,549	1,458	3,007	12.5	12.50	16.00	28.50	
25,000	1,674	1,618	3,292	13.2	12.53	16.00	28.53	
26,000	1,799	1,778	3,577	13.8	12.53	16.00	28.53	
27,000	1,924	1,938	3,862	14.3	12.53	16.00	28.53	
28,000	2,050	2,098	4,148	14.8	12.53	16.00	28.53	
29,000	2,175	2,258	4,433	15.3	12.53	16.00	28.53	
30,000	2,300	2,418	4,718	15.7	12.53	16.00	28.53	
31,000	2,425	2,578	5,003	16.1	12.53	16.00	28.53	
32,000	2,551	2,738	5,289	16.5	12.53	16.00	28.53	
33,000	2,676	2,898	5,574	16.9	12.53	16.00	28.53	
34,000	2,801	3,058	5,859	17.2	12.53	16.00	28.53	
35,000	2,926	3,218	6,144	17.6	12.53	16.00	28.53	
36,000	3,052	3,378	6,430	17.9	12.53	16.00	28.53	
37,000	3,177	3,538	6,715	18.1	12.53	16.00	28.53	
38,000	3,302	3,698	7,000	18.4	12.53	16.00	28.53	
39,000	3,427	3,858	7,285	18.7	12.53	16.00	28.53	
40,000	3,553	4,018	7,571	18.9	12.53	16.00	28.53	
41,000	3,678	4,178	7,856	19.2	12.53	16.00	28.53	
42,000	3,803	4,338	8,141	19.4	12.53	17.20	29.73	
43,000	3,928	4,509	8,437	19.6	12.53	20.00	32.53	
44,000	4,054	4,709	8,763	19.9	12.53	20.00	32.53	
45,000	4,179	4,909	9,088	20.2	12.91	20.00	32.91	
46,000	4,308	5,109	9,417	20.5	17.12	20.00	37.12	
47,000	4,479	5,309	9,788	20.8	17.12	20.00	37.12	
48,000	4,650	5,509	10,159	21.2	17.12	20.00	37.12	
49,000	4,822	5,709	10,531	21.5	17.12	20.00	37.12	
50,000	4,993	5,909	10,902	21.8	17.12	20.00	37.12	
51,000	5,164	6,109	11,273	22.1	17.12	20.00	37.12	
52,000	5,335	6,309	11,644	22.4	17.12	20.00	37.12	
53,000	5,506	6,509	12,015	22.7	17.12	20.00	37.12	
54,000	5,677	6,709	12,386	22.9	17.12	20.00	37.12	
55,000	5,849	6,909	12,758	23.2	17.12	20.00	37.12	
56,000	6,020	7,109	13,129	23.4	17.12	20.00	37.12	
57,000	6,191	7,309	13,500	23.7	17.12	20.00	37.12	
58,000	6,362	7,509	13,871	23.9	17.12	20.00	37.12	
59,000	6,533	7,709	14,242	24.1	17.12	20.00	37.12	
60,000	6,705	7,909	14,614	24.4	17.12	20.00	37.12	
61,000	6,876	8,109	14,985	24.6	17.12	20.00	37.12	

Taxable Income \$	TAX TABLE							
	Tax			Effective	Marginal Rate			
	Federal	Quebec	Total	Rate	Federal	Quebec	Total	
	\$	\$	\$	%	%	%	%	
62,000	7,047	8,309	15,356	24.8	17.12	20.00	37.12	
63,000	7,218	8,509	15,727	25.0	17.12	20.00	37.12	
64,000	7,389	8,709	16,098	25.2	17.12	20.00	37.12	
65,000	7,560	8,909	16,469	25.3	17.12	20.00	37.12	
66,000	7,732	9,109	16,841	25.5	17.12	20.00	37.12	
67,000	7,903	9,309	17,212	25.7	17.12	20.00	37.12	
68,000	8,074	9,509	17,583	25.9	17.12	20.00	37.12	
69,000	8,245	9,709	17,954	26.0	17.12	20.00	37.12	
70,000	8,416	9,909	18,325	26.2	17.12	20.00	37.12	
71,000	8,587	10,109	18,696	26.3	17.12	20.00	37.12	
72,000	8,759	10,309	19,068	26.5	17.12	20.00	37.12	
73,000	8,930	10,509	19,439	26.6	17.12	20.00	37.12	
74,000	9,101	10,709	19,810	26.8	17.12	20.00	37.12	
75,000	9,272	10,909	20,181	26.9	17.12	20.00	37.12	
80,000	10,128	11,909	22,037	27.5	17.12	20.00	37.12	
85,000	10,984	12,909	23,893	28.1	17.12	23.70	40.82	
90,000	11,840	14,093	25,933	28.8	20.03	24.00	44.03	
95,000	12,841	15,293	28,134	29.6	21.71	24.00	45.71	
100,000	13,927	16,493	30,420	30.4	21.71	24.38	46.09	
105,000	15,012	17,712	32,724	31.2	21.71	25.75	47.46	
110,000	16,098	19,000	35,098	31.9	21.71	25.75	47.46	
115,000	17,183	20,287	37,470	32.6	21.71	25.75	47.46	
120,000	18,269	21,575	39,844	33.2	21.71	25.75	47.46	
125,000	19,354	22,862	42,216	33.8	21.71	25.75	47.46	
130,000	20,440	24,150	44,590	34.3	21.71	25.75	47.46	
140,000	22,611	26,725	49,336	35.2	23.63	25.75	49.38	
150,000	24,973	29,300	54,273	36.2	24.22	25.75	49.97	
160,000	27,395	31,875	59,270	37.0	24.22	25.75	49.97	
170,000	29,816	34,450	64,266	37.8	24.22	25.75	49.97	
180,000	32,238	37,025	69,263	38.5	24.22	25.75	49.97	
190,000	34,659	39,600	74,259	39.1	24.22	25.75	49.97	
200,000	37,081	42,175	79,256	39.6	27.37	25.75	53.12	
250,000	50,765	55,050	105,815	42.3	27.56	25.75	53.31	
300,000	64,542	67,925	132,467	44.2	27.56	25.75	53.31	
350,000	78,320	80,800	159,120	45.5	27.56	25.75	53.31	
400,000	92,097	93,675	185,772	46.4	27.56	25.75	53.31	

Marginal rate applies on each dollar of additional income.

Federal

- 1) Basic personal credit of \$1,745.
- 2) Provincial abatement of 16.5% of basic federal tax.
- 3) Indexation rate of 1.4%.

Quebec

- 1) Basic personal credit of \$2,382.
- 2) Indexation rate of 0.74%.

Table 12 – MAIN NON-REFUNDABLE TAX CREDITS (2017)

	Federal (15%)	Quebec (16%)
	\$	\$
Basic	11,635	14,890
Spouse or eligible dependant	11,635 ^{1, 2}	n/a
Person living alone	n/a	1,707 ³
Supplement for single-parent family	n/a	2,107 ⁴
Parental contribution for adult children engaged in studies	n/a	9,582 ⁵
Minor dependant in professional training or post-secondary studies (per session)	n/a	2,682 ⁶
Other dependant persons aged 18 or older	n/a	3,907 ⁷
Caregiver for a dependant aged 18 and older who has a disability ⁸	6,883 ⁹	n/a ¹⁰
Employment amount	1,178 ¹¹	n/a ¹²
Public transit passes	Cost ¹³	n/a
Age amount	7,225 ¹⁴	3,132 ¹⁵
Retirement income	2,000	2,782 ¹⁶
Person suffering from a disability Supplement (- 18 years of age)	8,113 4,733 ¹⁸	3,307 ¹⁷ n/a
Adoption fees	15,670 ¹⁹	n/a ¹⁰
Volunteer firefighters	3,000	3,000
Search and rescue volunteer	3,000	3,000
Purchase of first home	5,000	n/a
Home accessibility	10,000 ¹⁹	n/a

- ¹ Reduced by the net income of the spouse or dependant.
- ² Potential \$2,150 additional amount if eligible for Canadian caregiver tax credit (also offered for a dependant child under 18 years of age).
- ³ Reduced by 18.75% for each \$1 exceeding \$33,755 (nil at \$42,859).
- ⁴ The person must not have a minor child in December.
- ⁵ Reduced of child's income (excluding scholarship). \$6,900 if only one session is completed during the year.
- ⁶ Limited to two sessions per year; amount reduced of dependant's income, excluding scholarship.
- ⁷ Reduced of the dependant's income (excluding scholarship). The parent must not benefit from the transfer of the parental contribution for adult children engaged in studies.
- ⁸ Other than a person for whom the spouse tax credit or eligible dependant tax credit is claimed.
- ⁹ Reduced by each \$1 of net income of the dependant in excess of \$16,163 (nil at \$23,046).
- ¹⁰ Refundable tax credit in Quebec.
- ¹¹ Amount equal to taxpayer's employment income for the year (max. \$1,178).
- ¹² In Quebec, deduction for workers (max. \$1,140).
- ¹³ Cost of public transit passes valid for at least one month acquired before July 1, 2017. As of this date, credit abolished.
- ¹⁴ Reduced by 15% for each \$1 exceeding \$36,430 (nil at \$84,597).
- ¹⁵ Reduced by 18.75% for each \$1 exceeding \$33,755 (nil at \$50,459).
- ¹⁶ Reduced by 18.75% for each \$1 exceeding \$33,755 (nil at \$48,592).
- ¹⁷ Reduced if a supplement for disabled child is included in the CAP.
- ¹⁸ Reduced by child care and caregiver expenses which exceed \$2,772 (nil at \$7,505).
- ¹⁹ Maximum amount of expenses eligible for the credit.

Table 12 – MAIN NON-REFUNDABLE TAX CREDITS (2017) (Continued)

	Federal	Quebec
Medical expenses	<ul style="list-style-type: none"> 15% of expenses which exceed the lesser of \$2,268 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 13 – MARGINAL RATES (2017)

Tax Brackets	Other Income %	Capital Gain %	Dividends ²	
			Eligible ³ %	Ordinary ⁴ %
QUEBEC				
\$15,000 – \$42,705	28.53	14.26	5.64	14.85
\$42,706 – \$45,916	32.53	16.26	11.16	19.53
\$45,917 – \$85,405	37.12	18.56	17.49	24.90
\$85,406 – \$91,831	41.12	20.56	23.01	29.58
\$91,832 – \$103,915	45.71	22.86	29.35	34.95
\$103,916 – \$142,353	47.46	23.73	31.77	37.00
\$142,354 – \$202,800	49.97	24.98	35.22	39.93
\$202,801 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	41.29
British Columbia	47.70	23.85	31.30	40.95
Manitoba	50.40	25.20	37.78	45.74
New Brunswick	53.30	26.65	33.51	46.25
Newfoundland and Labrador	51.30	25.65	42.61	43.62
Northwest Territories	47.05	23.53	28.33	35.72
Nova Scotia	54.00	27.00	41.58	46.97
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	47.75	23.88	30.33	39.62
Yukon	48.00	24.00	28.92	41.16

- ¹ Rate of 25.75% for certain donations since 2017.
- ² Rates applicable to actual dividends received (not grossed-up).
- ³ 38% gross-up.
- ⁴ 17% gross-up, 16% in 2018 and 15% as of 2019.
- ⁵ Combined rates, federal and provincial.

Table 14 – TAX BRACKETS

FEDERAL – 2017		
\$45,916 or less	15%	
\$45,917 – \$91,831	\$6,887 + 20.5% on next \$45,915	
\$91,832 – \$142,353	\$16,300 + 26% on next \$50,522	
\$142,354 – \$202,800	\$29,436 + 29% on next \$60,447	
\$202,801 and over	\$46,965 + 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 1.4% for 2017. 		
QUEBEC – 2017		
\$42,705 or less	16%	
\$42,706 – \$85,405	\$6,833 + 20.00% on next \$42,700	
\$85,406 – \$103,915	\$15,373 + 24.00% on next \$18,510	
\$103,916 and over	\$19,815 + 25.75% on excess	
<ul style="list-style-type: none"> 16% rate used for AMT. Indexation rate of 0.74% in 2017. 		
TAX CREDIT FOR DIVIDENDS FROM CANADIAN CORPORATIONS – 2017 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, 16% in 2018 and 15% as of 2019.
- ⁴ 10.03% in 2018 and 9.03% as of 2019.

Table I1 – ONTARIO (2017)



INDIVIDUAL TAXATION

ONTARIO
2017

Taxable Income \$	TAX TABLE						
	Tax			Effective Rate %	Marginal Rate		
	Federal \$	Ontario \$	Total \$		Federal %	Ontario %	Total %
10,000	-	-	-	0.00	0.00	4.19	4.19
11,000	-	42	42	0.38	5.48	5.05	10.53
12,000	55	92	147	1.23	15.00	5.05	20.05
13,000	205	143	348	2.67	15.00	5.05	20.05
14,000	355	193	548	3.92	15.00	5.05	20.05
15,000	505	244	749	4.99	15.00	5.05	20.05
16,000	655	294	949	5.93	15.00	5.05	20.05
17,000	805	345	1,150	6.76	15.00	5.05	20.05
18,000	955	395	1,350	7.50	15.00	5.05	20.05
19,000	1,105	446	1,551	8.16	15.00	5.05	20.05
20,000	1,255	496	1,751	8.76	15.00	5.05	20.05
21,000	1,405	547	1,952	9.29	15.00	5.05	20.05
22,000	1,555	597	2,152	9.78	15.00	5.05	20.05
23,000	1,705	648	2,353	10.23	15.00	5.05	20.05
24,000	1,855	698	2,553	10.64	15.00	5.05	20.05
25,000	2,005	749	2,754	11.01	15.00	5.05	20.05
26,000	2,155	799	2,954	11.36	15.00	5.05	20.05
27,000	2,305	850	3,155	11.68	15.00	5.05	20.05
28,000	2,455	900	3,355	11.98	15.00	5.05	20.05
29,000	2,605	951	3,556	12.26	15.00	5.05	20.05
30,000	2,755	1,001	3,756	12.52	15.00	5.05	20.05
31,000	2,905	1,052	3,957	12.76	15.00	5.05	20.05
32,000	3,055	1,102	4,157	12.99	15.00	5.05	20.05
33,000	3,205	1,153	4,358	13.20	15.00	5.05	20.05
34,000	3,355	1,203	4,558	13.41	15.00	5.05	20.05
35,000	3,505	1,254	4,759	13.60	15.00	5.05	20.05
36,000	3,655	1,304	4,959	13.78	15.00	5.05	20.05
37,000	3,805	1,355	5,160	13.94	15.00	5.05	20.05
38,000	3,955	1,405	5,360	14.11	15.00	5.05	20.05
39,000	4,105	1,456	5,561	14.26	15.00	5.05	20.05
40,000	4,255	1,506	5,761	14.40	15.00	5.05	20.05
41,000	4,405	1,557	5,962	14.54	15.00	5.05	20.05
42,000	4,555	1,607	6,162	14.67	15.00	8.33	23.33
43,000	4,705	1,691	6,395	14.87	15.00	9.15	24.15
44,000	4,855	1,782	6,637	15.08	15.00	9.15	24.15
45,000	5,005	1,874	6,878	15.29	15.46	9.15	24.61
46,000	5,159	1,965	7,124	15.49	20.50	9.15	29.65
47,000	5,364	2,057	7,421	15.79	20.50	9.15	29.65
48,000	5,569	2,148	7,717	16.08	20.50	9.15	29.65
49,000	5,774	2,240	8,014	16.36	20.50	9.15	29.65
50,000	5,979	2,331	8,310	16.62	20.50	9.15	29.65
51,000	6,184	2,423	8,607	16.88	20.50	9.15	29.65
52,000	6,389	2,514	8,903	17.12	20.50	9.15	29.65
53,000	6,594	2,606	9,200	17.36	20.50	9.15	29.65
54,000	6,799	2,697	9,496	17.59	20.50	9.15	29.65
55,000	7,004	2,789	9,793	17.81	20.50	9.15	29.65
56,000	7,209	2,880	10,089	18.02	20.50	9.15	29.65
57,000	7,414	2,972	10,386	18.22	20.50	9.15	29.65
58,000	7,619	3,063	10,682	18.42	20.50	9.15	29.65
59,000	7,824	3,155	10,979	18.61	20.50	9.15	29.65
60,000	8,029	3,246	11,275	18.79	20.50	9.15	29.65
61,000	8,234	3,338	11,572	18.97	20.50	9.15	29.65

Taxable Income \$	TAX TABLE						
	Tax			Effective Rate %	Marginal Rate		
	Federal \$	Ontario \$	Total \$		Federal %	Ontario %	Total %
62,000	8,439	3,429	11,868	19.14	20.50	9.15	29.65
63,000	8,644	3,521	12,165	19.31	20.50	9.15	29.65
64,000	8,849	3,612	12,461	19.47	20.50	9.15	29.65
65,000	9,054	3,704	12,758	19.63	20.50	9.15	29.65
66,000	9,259	3,795	13,054	19.78	20.50	9.15	29.65
67,000	9,464	3,887	13,351	19.93	20.50	9.15	29.65
68,000	9,669	3,978	13,647	20.07	20.50	9.15	29.65
69,000	9,874	4,070	13,944	20.21	20.50	9.15	29.65
70,000	10,079	4,161	14,240	20.34	20.50	9.15	29.65
71,000	10,284	4,253	14,537	20.47	20.50	9.15	29.65
72,000	10,489	4,344	14,833	20.60	20.50	9.15	29.65
73,000	10,694	4,436	15,130	20.73	20.50	9.15	29.65
74,000	10,899	4,527	15,426	20.85	20.50	10.40	30.90
75,000	11,104	4,631	15,736	20.98	20.50	10.98	31.48
80,000	12,129	5,180	17,310	21.64	20.50	11.27	31.77
85,000	13,154	5,744	18,898	22.23	20.50	15.35	35.85
90,000	14,179	6,511	20,691	22.99	23.99	17.41	41.40
95,000	15,379	7,382	22,760	23.96	26.00	17.41	43.41
100,000	16,679	8,252	24,931	24.93	26.00	17.41	43.41
105,000	17,979	9,123	27,101	25.81	26.00	17.41	43.41
110,000	19,279	9,993	29,272	26.61	26.00	17.41	43.41
115,000	20,579	10,864	31,442	27.34	26.00	17.41	43.41
120,000	21,879	11,734	33,613	28.01	26.00	17.41	43.41
125,000	23,179	12,605	35,783	28.63	26.00	17.41	43.41
130,000	24,479	13,475	37,954	29.20	26.00	17.41	43.41
140,000	27,079	15,216	42,295	30.21	28.29	17.41	45.70
150,000	29,908	16,957	46,865	31.24	29.00	18.97	47.97
160,000	32,808	18,854	51,662	32.29	29.00	18.97	47.97
170,000	35,708	20,751	56,459	33.21	29.00	18.97	47.97
180,000	38,608	22,648	61,256	34.03	29.00	18.97	47.97
190,000	41,508	24,545	66,053	34.76	29.00	18.97	47.97
200,000	44,408	26,442	70,850	35.42	32.78	19.91	52.69
250,000	60,796	36,395	97,191	38.88	33.00	20.53	53.53
300,000	77,296	46,659	123,955	41.32	33.00	20.53	53.53
350,000	93,796	56,924	150,720	43.06	33.00	20.53	53.53
400,000	110,296	67,189	177,485	44.37	33.00	20.53	53.53

Marginal rate applies on each dollar of additional income.

Federal

- 1) Basic personal credit of \$1,745.
- 2) Indexation rate of 1.4%.

Ontario

- 1) This table takes into account the 20% surtax on tax over \$4,556 and additional 36% surtax on tax over \$5,831.
- 2) This table does not take into account the low income tax reduction.
- 3) Basic personal credit of \$514.
- 4) Indexation rate of 1.6%.

Table I2 – MAIN NON-REFUNDABLE TAX CREDITS (2017)

	Federal (15%)	Ontario (5.05%)
	\$	\$
Basic	11,635	10,171
Spouse and eligible dependant	11,635 ^{1, 2}	8,636 ³
Full-time / Part-time post-secondary studies: • Education amount (per month)	n/a ⁴	547 / 164 ⁵
Caregiver for a dependant aged 18 and older who has a disability ⁶	6,883 ⁷	4,794 ⁸
Employment amount	1,178 ⁹	n/a
Public transit passes	Cost ¹⁰	n/a
Age amount	7,225 ¹¹	4,966 ¹²
Retirement income	2,000	1,406
Person suffering from a disability Supplement (- 18 years of age)	8,113 4,733 ¹³	8,217 4,793 ¹⁴
Adoption fees	15,670 ¹⁵	12,409 ¹⁵
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 ¹⁵	n/a ¹⁶

- 1 Reduced by net income of spouse or dependant.
- 2 Potential \$2,150 additional amount if eligible for Canadian caregiver tax credit (also offered for a dependant child under 18 years of age).
- 3 Reduced for each \$1 exceeding \$864 (nil at \$9,500).
- 4 Credit abolished since January 1, 2017.
- 5 Credit abolished as of September 2017.
- 6 Other than a person for whom the spouse tax credit or eligible dependant tax credit is claimed.
- 7 Reduced by each \$1 of net income of the dependant in excess of \$16,163 (nil at \$23,046).
- 8 Reduced by each \$1 of net income of the dependant in excess of \$16,401 (nil at \$21,195).
- 9 Amount equal to taxpayer's employment income for the year (max. \$1,178).
- 10 Cost of public transit passes valid for at least one month acquired before July 1, 2017. As of this date, credit abolished.
- 11 Reduced by 15% for each \$1 exceeding \$36,430 (nil at \$84,597).
- 12 Reduced by 15% for each \$1 exceeding \$36,969 (nil at \$70,076).
- 13 Reduced by child care and caregiver expenses exceeding \$2,772 (nil at \$7,505).
- 14 Reduced by child care and caregiver expenses exceeding \$2,806 (nil at \$7,599).
- 15 Maximum amount of expenses eligible for the credit.
- 16 Refundable tax credit available in Ontario.

Table I2 – MAIN NON-REFUNDABLE TAX CREDITS (2017) (Continued)

	Federal	Ontario
Medical expenses	<ul style="list-style-type: none"> 15% of expenses which exceed the lesser of \$2,268 or 3% of applicant's net income No limit for dependants 	<ul style="list-style-type: none"> 5.05% of expenses which exceed the lesser of \$2,302 or 3% of applicant's net income Maximum medical expenses for dependant of \$12,409
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 (2017)

Tax Brackets	Other Income %	Capital Gain %	Dividends ¹	
			Eligible ² %	Ordinary ³ %
ONTARIO				
\$15,000 – \$42,201	20.05	10.03	0.00	6.13
\$42,202 – \$45,916	24.15	12.08	0.00	10.93
\$45,917 – \$74,316	29.65	14.83	6.39	17.37
\$74,317 – \$84,404	31.48	15.74	8.92	19.51
\$84,405 – \$87,557	33.89	16.95	12.24	22.33
\$87,558 – \$91,831	37.91	18.95	17.79	27.03
\$91,832 – \$142,353	43.41	21.70	25.38	33.46
\$142,354 – \$150,000	46.41	23.20	29.52	36.97
\$150,001 – \$202,800	47.97	23.98	31.67	38.80
\$202,801 – \$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	41.29
British Columbia	47.70	23.85	31.30	40.95
Manitoba	50.40	25.20	37.78	45.74
New Brunswick	53.30	26.65	33.51	46.25
Newfoundland and Labrador	51.30	25.65	42.61	43.62
Northwest Territories	47.05	23.53	28.33	35.72
Nova Scotia	54.00	27.00	41.58	46.97
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	47.75	23.88	30.33	39.62
Yukon	48.00	24.00	28.92	41.16

- 1 Rates applicable to actual dividends received (not grossed-up).
- 2 38% gross-up.
- 3 17% gross-up, 16% in 2018 and 15% as of 2019.
- 4 Combined rates, federal and provincial.

Table I4 – TAX BRACKETS

FEDERAL – 2017		
\$45,916 or less	15%	
\$45,917 – \$91,831	\$6,887 + 20.5% on next \$45,915	
\$91,832 – \$142,353	\$16,300 + 26% on next \$50,522	
\$142,354 – \$202,800	\$29,436 + 29% on next \$60,447	
\$202,801 and over	\$46,965 + 33% on excess	
<ul style="list-style-type: none"> 15% rate used for AMT. Indexation rate of 1.4% for 2017. 		
ONTARIO – 2017		
\$42,201 or less	5.05%	
\$42,202 – \$84,404	\$2,131 + 9.15% on next \$42,303	
\$84,405 – \$150,000 ¹	\$5,993 + 11.16% on next \$65,596	
\$150,001 – \$220,000 ¹	\$13,313 + 12.16% on next \$70,000	
\$220,001 and over	\$21,825 + 13.16% on excess	
<ul style="list-style-type: none"> AMT of 33.67% of federal AMT. 20% surtax on tax over \$4,556 and additional 36% surtax on tax over \$5,831. Indexation rate of 1.6% for 2017. 		
TAX CREDIT FOR DIVIDENDS FROM CANADIAN CORPORATIONS – 2017 ²		
	Eligible Dividends ³	Ordinary Dividends ⁴
Federal	15.02%	10.52% ⁵
Ontario ⁶	10.00%	4.29%

- 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, 16% in 2018 and 15% as of 2019.
- 5 10.03% in 2018 and 9.03% as of 2019.
- 6 Ontario surtax applies before the dividend tax credits.

INDIVIDUAL TAXATION

NEW
BRUNSWICK
2017

Table I1 – NEW BRUNSWICK (2017)

Taxable Income \$	TAX TABLE							
	Tax			Effective Rate %	Marginal Rate			
	Federal \$	New Brunswick \$	Total \$		Federal %	New Brunswick %	Total %	
10,000	0	10	10	0.10	0.00	9.68	9.68	
11,000	0	107	107	0.97	5.48	9.68	15.16	
12,000	55	204	259	2.15	15.00	9.68	24.68	
13,000	205	301	505	3.89	15.00	9.68	24.68	
14,000	355	397	752	5.37	15.00	9.68	24.68	
15,000	505	494	999	6.66	15.00	9.68	24.68	
16,000	655	591	1,246	7.79	15.00	9.68	24.68	
17,000	805	688	1,493	8.78	15.00	9.68	24.68	
18,000	955	785	1,739	9.66	15.00	9.68	24.68	
19,000	1,105	881	1,986	10.45	15.00	9.68	24.68	
20,000	1,255	978	2,233	11.16	15.00	9.68	24.68	
21,000	1,405	1,075	2,480	11.81	15.00	9.68	24.68	
22,000	1,555	1,172	2,727	12.39	15.00	9.68	24.68	
23,000	1,705	1,269	2,973	12.93	15.00	9.68	24.68	
24,000	1,855	1,365	3,220	13.42	15.00	9.68	24.68	
25,000	2,005	1,462	3,467	13.87	15.00	9.68	24.68	
26,000	2,155	1,559	3,714	14.28	15.00	9.68	24.68	
27,000	2,305	1,656	3,961	14.67	15.00	9.68	24.68	
28,000	2,455	1,753	4,207	15.03	15.00	9.68	24.68	
29,000	2,605	1,849	4,454	15.36	15.00	9.68	24.68	
30,000	2,755	1,946	4,701	15.67	15.00	9.68	24.68	
31,000	2,905	2,043	4,948	15.96	15.00	9.68	24.68	
32,000	3,055	2,140	5,195	16.23	15.00	9.68	24.68	
33,000	3,205	2,237	5,441	16.49	15.00	9.68	24.68	
34,000	3,355	2,333	5,688	16.73	15.00	9.68	24.68	
35,000	3,505	2,430	5,935	16.96	15.00	9.68	24.68	
36,000	3,655	2,527	6,182	17.17	15.00	9.68	24.68	
37,000	3,805	2,624	6,429	17.37	15.00	9.68	24.68	
38,000	3,955	2,721	6,675	17.57	15.00	9.68	24.68	
39,000	4,105	2,817	6,922	17.75	15.00	9.68	24.68	
40,000	4,255	2,914	7,169	17.92	15.00	9.68	24.68	
41,000	4,405	3,011	7,416	18.09	15.00	14.82	29.52	
42,000	4,555	3,156	7,711	18.36	15.00	14.82	29.82	
43,000	4,705	3,304	8,009	18.63	15.00	14.82	29.82	
44,000	4,855	3,453	8,307	18.88	15.00	14.82	29.82	
45,000	5,005	3,601	8,605	19.12	15.46	14.82	30.28	
46,000	5,159	3,749	8,908	19.37	20.50	14.82	35.32	
47,000	5,364	3,897	9,262	19.71	20.50	14.82	35.32	
48,000	5,569	4,045	9,615	20.03	20.50	14.82	35.32	
49,000	5,774	4,194	9,968	20.34	20.50	14.82	35.32	
50,000	5,979	4,342	10,321	20.64	20.50	14.82	35.32	
51,000	6,184	4,490	10,674	20.93	20.50	14.82	35.32	
52,000	6,389	4,638	11,028	21.21	20.50	14.82	35.32	
53,000	6,594	4,786	11,381	21.47	20.50	14.82	35.32	
54,000	6,799	4,935	11,734	21.73	20.50	14.82	35.32	
55,000	7,004	5,083	12,087	21.98	20.50	14.82	35.32	
56,000	7,209	5,231	12,440	22.21	20.50	14.82	35.32	
57,000	7,414	5,379	12,794	22.44	20.50	14.82	35.32	
58,000	7,619	5,527	13,147	22.67	20.50	14.82	35.32	
59,000	7,824	5,676	13,500	22.88	20.50	14.82	35.32	
60,000	8,029	5,824	13,853	23.09	20.50	14.82	35.32	
61,000	8,234	5,972	14,206	23.29	20.50	14.82	35.32	

Taxable Income \$	TAX TABLE							
	Tax			Effective Rate %	Marginal Rate			
	Federal \$	New Brunswick \$	Total \$		Federal %	New Brunswick %	Total %	
62,000	8,439	6,120	14,560	23.48	20.50	14.82	35.32	
63,000	8,644	6,268	14,913	23.67	20.50	14.82	35.32	
64,000	8,849	6,417	15,266	23.85	20.50	14.82	35.32	
65,000	9,054	6,565	15,619	24.03	20.50	14.82	35.32	
66,000	9,259	6,713	15,972	24.20	20.50	14.82	35.32	
67,000	9,464	6,861	16,326	24.37	20.50	14.82	35.32	
68,000	9,669	7,009	16,679	24.53	20.50	14.82	35.32	
69,000	9,874	7,158	17,032	24.68	20.50	14.82	35.32	
70,000	10,079	7,306	17,385	24.84	20.50	14.82	35.32	
71,000	10,284	7,454	17,738	24.98	20.50	14.82	35.32	
72,000	10,489	7,602	18,092	25.13	20.50	14.82	35.32	
73,000	10,694	7,750	18,445	25.27	20.50	14.82	35.32	
74,000	10,899	7,899	18,798	25.40	20.50	14.82	35.32	
75,000	11,104	8,047	19,151	25.53	20.50	14.82	35.32	
80,000	12,129	8,788	20,917	26.15	20.50	15.80	36.30	
85,000	13,154	9,578	22,732	26.74	20.50	16.52	37.02	
90,000	14,179	10,404	24,583	27.31	23.99	16.52	40.51	
95,000	15,379	11,230	26,608	28.01	26.00	16.52	42.52	
100,000	16,679	12,056	28,734	28.73	26.00	16.52	42.52	
105,000	17,979	12,882	30,860	29.39	26.00	16.52	42.52	
110,000	19,279	13,708	32,986	29.99	26.00	16.52	42.52	
115,000	20,579	14,534	35,112	30.53	26.00	16.52	42.52	
120,000	21,879	15,360	37,238	31.03	26.00	16.52	42.52	
125,000	23,179	16,186	39,364	31.49	26.00	16.52	42.52	
130,000	24,479	17,012	41,490	31.92	26.00	17.38	43.38	
140,000	27,079	18,749	45,828	32.73	28.29	17.84	46.13	
150,000	29,908	20,533	50,441	33.63	29.00	19.78	48.78	
160,000	32,808	22,512	55,320	34.57	29.00	20.30	49.30	
170,000	35,708	24,542	60,250	35.44	29.00	20.30	49.30	
180,000	38,608	26,572	65,180	36.21	29.00	20.30	49.30	
190,000	41,508	28,602	70,110	36.90	29.00	20.30	49.30	
200,000	44,408	30,632	75,040	37.52	32.78	20.30	53.08	
250,000	60,796	40,782	101,578	40.63	33.00	20.30	53.30	
300,000	77,296	50,932	128,228	42.74	33.00	20.30	53.30	
350,000	93,796	61,082	154,878	44.25	33.00	20.30	53.30	
400,000	110,296	71,232	181,528	45.38	33.00	20.30	53.30	

Marginal rate applies on each dollar of additional income.

Federal

- 1) Basic personal credit of \$1,745.
- 2) Indexation rate of 1.4%.

New Brunswick

- 1) This table does not take into account the low income tax reduction.
- 2) Basic personal credit of \$958.
- 3) Indexation rate of 1.4%.

Table I2 – MAIN NON-REFUNDABLE TAX CREDITS (2017)

	Federal (15%)	New Brunswick (9.68%)
	\$	\$
Basic	11,635	9,895
Spouse and eligible dependant	11,635 ^{1, 2}	8,402 ³
Disabled dependant aged 18 and older	n/a ⁴	4,673 ⁵
Caregiver for a dependant aged 18 and older who has a disability ⁶	6,883 ⁷	n/a
Caregiver	n/a	4,673 ⁸
Employment amount	1,178 ⁹	n/a
Public transit passes amount	Cost ¹⁰	n/a
Age amount	7,225 ¹¹	4,831 ¹²
Retirement income	2,000	1,000
Person suffering from a disability Supplement (- 18 years of age)	8,113 4,733 ¹³	8,011 4,673 ¹⁴
Adoption fees	15,670 ¹⁵	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 ¹⁵	n/a ¹⁶

- 1 Reduced by net income of spouse or dependant.
- 2 Potential \$2,150 additional amount if eligible for Canadian caregiver tax credit (also offered for a dependant child under 18 years of age).
- 3 Reduced for each \$1 exceeding \$841 (nil at \$9,243).
- 4 Replaced by new Canadian caregiver amount.
- 5 Reduced for each \$1 exceeding \$6,630 (nil at \$11,303).
- 6 Other than a person for whom the spouse tax credit or eligible dependant tax credit is claimed.
- 7 Reduced by each \$1 of net income of the dependant in excess of \$16,163 (nil at \$23,046).
- 8 Reduced for each \$1 exceeding \$15,959 (nil at \$20,632).
- 9 Amount equal to taxpayer's employment income for the year (max. \$1,178).
- 10 Cost of public transit passes valid for at least one month acquired before July 1, 2017. As of this date, credit abolished.
- 11 Reduced by 15% for each \$1 exceeding \$36,430 (nil at \$84,597).
- 12 Reduced by 15% for each \$1 exceeding \$35,968 (nil at \$68,175).
- 13 Reduced by child care and caregiver expenses exceeding \$2,772 (nil at \$7,505).
- 14 Reduced by child care and caregiver expenses exceeding \$2,736 (nil at \$7,409).
- 15 Maximum amount of expenses eligible for the credit.
- 16 Refundable tax credit available in New Brunswick.

Table I2 – MAIN NON-REFUNDABLE TAX CREDITS (2017) (Continued)

	Federal	New Brunswick
Medical expenses	<ul style="list-style-type: none"> 15% of expenses which exceed the lesser of \$2,268 or 3% of applicant's net income 	<ul style="list-style-type: none"> 9.68% of expenses which exceed the lesser of \$2,239 or 3% of applicant's net 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"> Max. donations: 75% of net income 9.68% on the first \$200 and 17.95% on excess amount

Table I3 – MARGINAL RATES (2017)

Tax Brackets	Other Income %	Capital Gain %	Dividends ¹	
			Eligible ² %	Ordinary ³ %
NEW BRUNSWICK				
\$15,000 – \$41,059	24.68	12.34	0.00	12.77
\$41,060 – \$45,916	29.82	14.91	1.13	18.78
\$45,917 – \$82,119	35.32	17.66	8.69	25.22
\$82,120 – \$91,831	37.02	18.51	11.04	27.21
\$91,832 – \$133,507	42.52	21.26	18.63	33.64
\$133,508 – \$142,352	43.84	21.92	20.45	35.19
\$142,353 – \$152,100	46.84	23.42	24.59	38.70
\$152,101 – \$202,800	49.30	24.65	27.99	41.57
\$202,801 and over	53.30	26.65	33.51	46.25
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	41.29
British Columbia	47.70	23.85	31.30	40.95
Manitoba	50.40	25.20	37.78	45.74
New Brunswick	53.30	26.65	33.51	46.25
Newfoundland and Labrador	51.30	25.65	42.61	43.62
Northwest Territories	47.05	23.53	28.33	35.72
Nova Scotia	54.00	27.00	41.58	46.97
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	47.75	23.88	30.33	39.62
Yukon	48.00	24.00	28.92	41.16

- 1 Rates applicable to actual dividends received (not grossed-up).
- 2 38% gross-up.
- 3 17% gross-up, 16% in 2018 and 15% as of 2019.
- 4 Combined rates, federal and provincial.

Table I4 – TAX BRACKETS

FEDERAL – 2017		
\$45,916 or less	15%	
\$45,917 – \$91,831	\$6,887 + 20.5% on next \$45,915	
\$91,832 – \$142,353	\$16,300 + 26% on next \$50,522	
\$142,354 – \$202,800	\$29,436 + 29% on next \$60,447	
\$202,801 and over	\$46,965 + 33% on excess	
<ul style="list-style-type: none"> 15% rate used for AMT. Indexation rate of 1.4% for 2017. 		
NEW BRUNSWICK – 2017		
\$41,059 or less	9.68%	
\$41,060 – \$82,119	\$3,975 + 14.82% on next \$41,060	
\$82,120 – \$133,507	\$10,060 + 16.52% on next \$51,388	
\$133,508 – \$152,100	\$18,549 + 17.84% on next \$18,593	
\$152,101 and over	\$21,866 + 20.30% on excess	
<ul style="list-style-type: none"> AMT of 57% of federal AMT. Indexation rate of 1.4% for 2017. 		
TAX CREDIT FOR DIVIDENDS FROM CANADIAN CORPORATIONS – 2017 ¹		
	Eligible Dividends ²	Ordinary Dividends ³
Federal	15.02%	10.52% ⁴
New Brunswick	14.00% ⁵	3.25% ⁶

- 1 Rates applicable to grossed-up dividends.
- 2 38% gross-up.
- 3 17% gross-up, 16% in 2018 and 15% as of 2019.
- 4 10.03% in 2018 and 9.03% as of 2019.
- 5 Since January 1, 2017 (13.50% in 2016).
- 6 Since January 1, 2017 (3.63% in 2016).

**CORPORATE TAXATION AND
U.S. FEDERAL TAX RATES**

2017

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

2017	%	Combined %
Federal	10.50 ²	
Provincial		
Alberta	2.00 ³	12.50
British Columbia	2.13 ⁴	12.63
Manitoba	0.00	10.50
New Brunswick	3.13 ⁵	13.63
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 ⁶	18.50 / 14.50
Saskatchewan	2.00	12.50
Yukon		
Without MPP / With MPP	2.50 ⁷ / 1.50	12.50 / 12.00

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

2017	%	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	29.00
Newfoundland and Labrador	15.00	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	11.80 ⁸	26.80
Saskatchewan		
Without MPP / With MPP	11.75 / 9.75 ⁹	26.75 / 24.75
Yukon		
Without MPP / With MPP	13.50 ¹⁰ / 2.50	28.50 / 17.50

¹ \$500,000 eligible for the SBD for federal purposes and all provinces and territories except Manitoba (\$450,000). 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 Rate reduced to 10% as of January 1, 2018 and to 9% as of January 1, 2019.

³ Rate reduced to 2% since January 1, 2017 (3% before that date).

⁴ Rate reduced to 2% since April 1, 2017 (2.5% before that date). Average rate of 2.13% for 2017.

⁵ Rate reduce to 3% since April 1, 2017 (3.5% before that date). Average rate of 3.13% for 2017.

⁶ Rate reduced up to 4% for SMEs in primary and manufacturing sectors, based on their proportion of activities in these sectors.

⁷ Rate reduce to 2% since July 1, 2017 (3% before that date). Average rate of 2.5% for 2017.

⁸ Since January 1, 2017 (11.9% before that date). Rate reduced by 0.1% per year as of January 1, 2017, to reach 11.5% on January 1, 2020.

⁹ Rates of 11.5% and 9.5% respectively since July 1, 2017 (12% and 10% before that date). Average rate of 11.75% and 9.75% for 2017. Rates will be respectively reduced to 11% and 9% as of July 1, 2019.

¹⁰ Rate of 12% since July 1, 2017 (15% before that date). Average rate of 13.5% for 2017.

Table C3 – INVESTMENT INCOME¹

2017	%	Combined %	RDTOH ² %
Federal	38.67 ³		
Provincial			
Alberta	12.00	50.67	30.67
British Columbia	11.00	49.67	30.67
Manitoba	12.00	50.67	30.67
New Brunswick	14.00	52.67	30.67
Newfoundland and Labrador	15.00	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	11.80 ⁴	50.47	30.67
Saskatchewan	11.75 ⁵	50.42	30.67
Yukon	13.50 ⁶	52.17	30.67

Table C4 – SALES TAX

2017	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	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	15.00
Quebec	9.975	14.975
Saskatchewan	6.00 ⁸	11.00
Yukon	–	5.00

¹ 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 Since January 1, 2017 (11.9% before that date). Rate reduced by 0.1% per year as of January 1, 2017, to reach 11.5% on January 1, 2020.

⁵ Rate of 11.5% since July 1, 2017 (12% before that date). Average rate of 11.75% for 2017. Rate reduced to 11% as of July 1, 2019.

⁶ Rate of 12% since July 1, 2017 (15% before that date). Average rate of 13.5% for 2017.

⁷ Provincial component of HST.

⁸ Since March 22, 2017 (5% before that date).

TABLE C5 – SR&ED TAX CREDITS¹

2017	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 expenditures⁶ 14% of excess 	100%
	Other corporations and individuals	14%	100%
Ontario ⁷	Corporations	3.5%	0%
	Corporations	8% of the first \$3M ⁸ 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 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 (2017)

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, photocopiers, 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% ⁶	53
Computer equipment, systems software and related equipment	55% ⁶	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.
⁶ In Quebec, an additional deduction of 35% of the CCA claimed applies to new goods acquired after March 28, 2017 and before April 1, 2019.

Table US1 – U.S. FEDERAL TAX – INDIVIDUALS (2017)

Single individual	
\$9,325 or less	10% of taxable income
\$9,326 – \$37,950	\$933 + 15% on next \$28,625
\$37,951 – \$91,900	\$5,226 + 25% on next \$53,950
\$91,901 – \$191,650	\$18,714 + 28% on next \$99,750
\$191,651 – \$416,700	\$46,644 + 33% on next \$225,050
\$416,701 – \$418,400	\$120,910 + 35% on next \$1,700
\$418,401 or more	\$121,505 + 39.6% on excess
Single individual, head of household	
\$13,350 or less	10% of taxable income
\$13,351 – \$50,800	\$1,335 + 15% on next \$37,450
\$50,801 – \$131,200	\$6,953 + 25% on next \$80,400
\$131,201 – \$212,500	\$27,053 + 28% on next \$81,300
\$212,501 – \$416,700	\$49,817 + 33% on next \$204,200
\$416,701 – \$444,550	\$117,203 + 35% on next \$27,850
\$444,551 or more	\$126,950 + 39.6% on excess
Married individuals who file individual returns	
\$9,325 or less	10% of taxable income
\$9,326 – \$37,950	\$933 + 15% on next \$28,625
\$37,951 – \$76,550	\$5,226 + 25% on next \$38,600
\$76,551 – \$116,675	\$14,876 + 28% on next \$40,125
\$116,676 – \$208,350	\$26,111 + 33% on next \$91,675
\$208,351 – \$235,350	\$56,364 + 35% on next \$27,000
\$235,351 or more	\$65,814 + 39.6% on excess
Married individuals who file joint return and surviving spouses	
\$18,650 or less	10% of taxable income
\$18,651 – \$75,900	\$1,865 + 15% on next \$57,250
\$75,901 – \$153,100	\$10,453 + 25% on next \$77,200
\$153,101 – \$233,350	\$29,753 + 28% on next \$80,250
\$233,351 – \$416,700	\$52,223 + 33% on next \$183,350
\$416,701 – \$470,700	\$112,728 + 35% on next \$54,000
\$470,701 or more	\$131,628 + 39.6% on excess

Table US2 – U.S. FEDERAL TAX – CORPORATIONS (2017)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.