

INDIVIDUALS

TAX RATES – 2013

ONTARIO

Taxable Income (\$)	Tax (\$)	Effective Rate (%)	Marginal Rate (%)
10,000	0	0.00	18.71
20,000	1,871	9.35	23.05
30,000	4,176	13.92	21.66
40,000	6,342	15.86	30.16
50,000	9,358	18.72	31.15
60,000	12,473	20.79	32.89
80,000	19,050	23.81	41.50
100,000	27,350	27.35	43.81
125,000	38,302	30.64	45.87
200,000	72,708	36.35	46.41

QUEBEC

Taxable Income (\$)	Tax (\$)	Effective Rate (%)	Marginal Rate (%)
10,000	0	0.00	21.83
20,000	2,183	10.92	28.53
30,000	5,036	16.79	28.53
40,000	7,888	19.72	36.85
50,000	11,573	23.15	38.37
60,000	15,410	25.68	38.37
80,000	23,084	28.86	44.08
100,000	31,901	31.90	47.46
125,000	43,766	35.01	50.70
200,000	81,788	40.89	49.97

These tables take into account provincial surtax, refundable Quebec abatement and the basic personal non-refundable credits only. In Quebec, the table does not take into account the contribution to the health services fund. The Ontario and Quebec tables include the health premiums.

MAXIMUM COMBINED MARGINAL RATES

	Ontario (In excess of \$135,054)	Ontario (In excess of \$509,000)	Québec (In excess of \$135,054)
	%	%	%
Eligible Dividends	29.54	33.85	35.22
Regular Dividends	32.57	36.47	38.54
Capital gains	23.20	24.76	24.98
Other income	46.41	49.53	49.97

▪ **INCOME TAX RATES FOR 2013**

FEDERAL ^{2,3}		ONTARIO		QUEBEC	
\$0 - \$43,561	15 %	\$0 - \$39,723	5.05 %	\$0 - \$41,095	16 %
\$43,562 - \$87,123	22 %	\$39,724 - \$79,448	9.15 % ¹	\$41,096 - \$82,190	20 %
\$87,124 - \$135,054	26 %	\$79,449 - \$509,000	11.16 % ¹	\$82,191 - \$100,000	24 %
In excess of \$135,055	29 %	In excess of \$509,001	13.16 %	In excess of \$100,001	25.75 %

¹ These rates do not include Ontario Surtax, which is equal to 20% of provincial tax in excess of \$4,289 and 36% of provincial tax in excess of \$5,489.

² Residents of Quebec are entitled to a refundable Quebec abatement equal to 16.5 % of Federal tax.

³ Old age security: 15% of net income in excess of \$ 70,954 must be reimbursed.

▪ **BASIC PERSONAL AMOUNT (2013)**

FEDERAL (15 %)	ONTARIO (5,05 %)	QUEBEC (20,0 %)
\$11,038	\$9,574	\$11,195

▪ **DEFERRED INCOME PLANS – MAXIMUM ANNUAL CONTRIBUTIONS**

YEAR	RRSP	RPP
2012	22,970	23,820
2013	23,820	24,270
2014	24,270	indexed
2015	indexed	indexed

EMPLOYERS

- **Canada or Quebec Pension Plan – 2013**

	ONTARIO	QUÉBEC
Maximum pensionable earnings	51,100.00 \$	51,100.00 \$
Annual basic exemption	3,500.00	3,500.00
Maximum for calculation of contribution	47,600.00	47,600.00
Maximum contribution - employee/employer	4.95 % 2,356.20	5.10 % 2,427.60
- self-employed	9.90 % 4,712.40	10.20 % 4,855.20

- **Employment Insurance – 2013**

	ONTARIO	QUÉBEC
Maximum annual insurable earnings	47,400.00 \$	47,400.00 \$
Maximum contribution - employee	1.880 % 891.12	1.520 % 720.48
- employer (1.4 times)	2.632 % 1,247.57	2.128 % 1,008.67

EMPLOYERS (continued)

- Quebec Parental Insurance Plan – 2013

Maximum annual insurable earnings		\$67,500.00
Maximum contribution	- employee (0.559%)	377.33
	- employer (0.782%)	527.85
	- self-employed (0.993%)	670.28

- Health Insurance – 2013

Contribution payable by employer and based on total payroll:

- Ontario	- \$0 to \$400,000 (if qualifying corporation)	exempt
	- in excess of \$400,000	1.95 %
- Quebec	- \$0 to \$1,000,000	2.70
	- \$1,000,001 - \$5,000,000	Varies from 2.70 to 4.26
	- in excess of \$5,000,000	4.26

- Car Allowance	- First 5,000 km	54 ¢/km
	- In excess of 5,000 km	48 ¢/km

- **Vehicle threshold:** Cost of \$30,000 plus GST, QST and/or HST. Lease of \$800 plus GST, QST and/or HST.

- **Meals and entertainment expenses** are restricted to 50% of expenses incurred.

CORPORATIONS

■ CORPORATE TAX RATE – 2013 (assuming year end December 31)

	COMBINED				
	Federal	Ontario	Quebec	Ontario	Quebec
Active business income	%	%	%	%	%
Under \$500,000	11.0 ⁽²⁾	4.5	8.0 ⁽²⁾	15.5	19.0
In excess of \$500,000	15.0	11.5 ⁽¹⁾	11.9	26.5	26.9
Investment income	34.67 ⁽³⁾	11.5 ⁽¹⁾	11.9	46.17	46.57

(1) In its budget delivered on March 27, 2012, the Ontario government postponed the corporate income tax reductions to 2017-2018

(2) The \$500,000 threshold is progressively reduced for large corporations (over \$10M in taxable capital).

(3) Refundable tax of 26.67% is reimbursed at a rate of \$1 for every \$3 of taxable dividends paid.

QUEBEC SALE TAX (QST)

On January 1, 2013, the rate of the Québec sales tax will be 9.975% on the sale price excluding the GST.

USEFUL REFERENCES

CANADA REVENUE AGENCY – TAX SERVICES

Ottawa Office
333 Laurier Avenue West
Ottawa ON K1A 0L9
Fax: 613 238-7125

Counter service
875 Heron Road
Ottawa ON K1A 1A2
Fax: 613 739-1147

Outaouais Office
1100 Maloney Blvd West
Gatineau QC K1A 1L4
Fax: 819 994-1103

REVENU QUÉBEC
170, rue de l'Hôtel-de-Ville, 6^e étage
Gatineau QC J8X 4C2

Direction générale des **particuliers**
3800, rue de Marly
Québec QC G1X 4A5
Phone: 1 800 267-6299

Direction principale des services aux **entreprises (Business)**
Complexe Desjardins
C. P. 3000, succursale Desjardins
Montréal QC H5B 1A4
Phone: 1 800 567-4692

Telephone
1 800 959-7383 French Individual
1 800 959-8281 English Individual
1 800 959-7775 French Business
1 800 959-5525 English Business
1 800 267-6999 Tax Information Phone
Service

International Office
2204 Walkley Road
Ottawa ON K1A 1A8
613 954-1368

ONTARIO MINISTRY OF FINANCE

(Employer Health Tax and
Ontario Retail Sales Tax essentially)
33 King Street West
Oshawa ON L1H 8H5
Fax: 905 433-6777
Toll free: 1 866 668-8297 or
1 800 262-0784

Shawinigan-Sud Tax Centre
(All corr. except for T1 – Resident of Ontario)
4695 12th Avenue
Shawinigan-Sud QC G9N 7S6
Fax: 819 536-7078

Jonquière Tax Centre
(All corr. except for T1 – Resident of Quebec)
2251 René-Lévesque Boulevard
Jonquière QC G7S 5J1
Fax: 418 548-0846

CORPORATE STATUTE INFO

FEDERAL
Industry Canada: 613 954-5031
Fax: 613 954-2340
www.ic.gc.ca

ONTARIO
MGS: 1 800 361-3223

QUEBEC
REQ: 1 877 644-4545

Consult our website for other useful links: www.marciel-lavallee.ca