

INDIVIDUALS

TAX RATES – 2014

ONTARIO

Taxable Income (\$)	Tax (\$)	Effective Rate (%)	Marginal Rate (%)
10,000	0	0.00	18.51
20,000	1,851	9.25	20.05
30,000	3,856	12.85	20.05
40,000	5,861	14.65	28.33
50,000	8,694	17.39	31.15
60,000	11,809	19.68	32.01
80,000	18,210	22.76	41.15
100,000	26,440	26.44	43.41
136,270	42,185	30.96	46.41
150,000	48,557	32.37	47.97
200,000	72,542	36.27	48.91
250,000	96,995	38.80	49.53

QUÉBEC

Taxable Income (\$)	Tax (\$)	Effective Rate (%)	Marginal Rate (%)
10,000	0	0.00	20.49
20,000	2,049	10.24	28.53
30,000	4,901	16.34	28.53
44,000	8,980	20.41	38.37
50,000	11,300	22.60	38.37
60,000	15,137	25.23	38.37
83,000	23,956	28.86	42.37
101,000	32,013	31.70	47.46
136,270	48,766	35.79	49.97
150,000	55,626	37.08	49.97
200,000	80,609	40.30	49.97
250,000	105,591	42.24	49.97

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

MAXIMUM COMBINED MARGINAL RATES

	Ontario (In excess of \$136,270)	Ontario (In excess of \$220,000)	Québec (In excess of \$136,270)
	%	%	%
Eligible Dividends	29.52	33.82	35.22
Regular Dividends	36.45	40.13	39.78
Capital gains	23.20	24.76	24.98
Other income	46.41	49.53	49.97

INCOME TAX RATES FOR 2014

FEDERAL ^{2, 3}		ONTARIO		QUÉBEC	
\$0 - \$43,953	15 %	\$0 - \$40,120	5.05 %	\$0 - \$41,495	16 %
\$43,954 - \$87,907	22 %	\$40,121 - \$80,242	9.15 % ¹	\$41,496 - \$82,985	20 %
\$87,908 - \$136,270	26 %	\$80,243 - \$150,000	11.16 % ¹	\$82,986 - \$100,970	24 %
In excess of \$136,271	29 %	\$150,001 - \$220,000	12.16 % ¹	In excess of \$100,971	25.75 %
		In excess of \$220,001	13.16 % ¹		

¹ These rates do not include Ontario Surtax, which is equal to 20% of provincial tax in excess of \$4,331 and 36% of provincial tax in excess of \$5,543.

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

³ Old age security: 15% of net income in excess of \$71,592 must be reimbursed.

BASIC PERSONAL AMOUNT (2014)

FEDERAL	ONTARIO	QUÉBEC
(15 %)	(5.05 %)	(20 %)
\$11,138	\$9,670	\$11,305

DEFERRED INCOME PLANS – MAXIMUM ANNUAL CONTRIBUTIONS

YEAR	RRSP	RPP
2013	23,820	24,270
2014	24,270	24,930
2015	24,930	indexed

EMPLOYERS

- Canada or Québec Pension Plan – 2014

	ONTARIO	QUÉBEC
Maximum pensionable earnings	\$52,500.00	\$52,500.00
Annual basic exemption	3,500.00	3,500.00
Maximum for calculation of contribution	49,000.00	49,000.00
Maximum contribution - employee/employer	4.95 % 2,425.50	5.175 % 2,535.75
- self-employed	9.90 % 4,851.00	10.35 % 5,071.50

- Employment Insurance – 2014

	ONTARIO	QUÉBEC
Maximum annual insurable earnings	\$48,600.00	\$48,600.00
Maximum contribution - employee	1.880 % 913.68	1.530 % 743.58
- employer (1.4 times)	2.632 % 1,279.15	2.142 % 1,041.01

EMPLOYERS (continued)

- Québec Parental Insurance Plan – 2014

Maximum annual insurable earnings		\$69,000.00
Maximum contribution	- employee (0.559%)	385.71
	- employer (0.782%)	539.58
	- self-employed (0.993%)	685.17

- Health Insurance – 2014

Contribution payable by employer and based on total payroll:

- Ontario	- \$0 to \$450,000 (if qualifying corporation)	exempt
	- in excess of \$450,001	1.95 %
- Québec	- \$0 to \$1,000,000	2.70
	- \$1,000,001 - \$5,000,000	Varies from 2.70 to 4.26
	- in excess of \$5,000,001	4.26

- Car Allowance	- First 5,000 km	54 ¢/km
	- In excess of 5,001 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 – 2014 (assuming year end December 31)

	COMBINED				
	Federal	Ontario	Québec	Ontario	Québec
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 (between \$10M and \$15M in taxable capital).

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

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)
Post Office Box 3000, Station Bureau-chef
Shawinigan-Sud QC G9N 7S6
Fax: 819 536-7078

Jonquière Tax Centre
(All corr. except for T1 – Resident of Québec)
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

QUÉBEC
REQ: 1 877 644-4545

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