

## TAX RATES – 2019

## INDIVIDUALS

ONTARIO												
SALARY AND OTHER INCOME			DIVIDENDS									
Taxable Income (\$)	Taxes Payable (\$)*	Marginal Rate (%)**	Regular						Eligible			
			Actual Dividend Received (\$)***	Federal Tax (\$)*	Provincial Tax (\$)*	Taxes Payable (\$)*	Marginal Rate (%)**	Actual Dividend Received (\$)***	Federal Tax (\$)*	Provincial Tax (\$)*	Taxes Payable (\$)*	Marginal Rate (%)**
First 10,582	0	0.00	First 26,347	(1,810)	(534)	0	0.00	First 31,816	(1,810)	(534)	0	0.00
10,582 to 12,069	0	5.05	26,347 to 26,369	(1.50)	0	0	1.98	31,816 to 34,514	(1,819)	(2,708)	0	0.00
12,069 to 43,906	75	20.05	26,369 to 38,179	0	0.43	0.43	8.89	34,514 to 56,027	(1,820)	(2,739)	0	0.00
43,906 to 47,630	6,458	24.15	38,179 to 41,417	811	240	1,051	13.61	56,027 to 58,577	(193)	(2,992)	0	0.00
47,630 to 77,317	7,358	29.65	41,417 to 67,232	1,033	458	1,492	19.93	58,577 to 63,633	0	(3,022)	0	7.56
77,317 to 87,813	16,160	31.48	67,232 to 76,359	4,438	2,199	6,637	22.04	63,633 to 66,013	382	(2,889)	382	7.56
87,813 to 91,098	19,464	33.89	76,359 to 79,216	5,642	3,007	8,649	24.81	66,013 to 69,028	562	(2,777)	562	7.56
91,098 to 95,259	20,577	37.91	79,216 to 82,834	6,019	3,339	9,358	29.43	69,028 to 93,175	790	(2,469)	790	15.15
95,259 to 147,667	22,155	43.41	82,834 to 128,406	6,496	3,926	10,422	35.76	93,175 to 107,005	4,449	0	4,449	25.38
147,667 to 150,000	44,905	46.41	128,406 to 130,435	15,390	11,328	26,718	39.21	107,005 to 108,696	6,545	1,414	7,959	29.52
150,000 to 210,371	45,988	47.97	130,435 to 182,931	15,856	11,657	27,513	41.00	108,696 to 152,443	6,871	1,587	8,458	31.67
210,371 to 220,000	74,947	51.97	182,931 to 191,304	27,912	21,126	49,037	45.60	152,443 to 159,420	15,311	7,002	22,313	37.19
In excess of 220,000	79,952	53.53	In excess of 191,304	30,220	22,636	52,856	47.40	In excess of 159,420	17,042	7,866	24,908	39.34

QUÉBEC												
SALARY AND OTHER INCOME			DIVIDENDS									
Taxable Income (\$)	Taxes Payable (\$)*	Marginal Rate (%)**	Regular						Eligible			
			Actual Dividend Received (\$)***	Federal Tax (\$)*	Provincial Tax (\$)*	Taxes Payable (\$)*	Marginal Rate (%)**	Actual Dividend Received (\$)***	Federal Tax (\$)*	Provincial Tax (\$)*	Taxes Payable (\$)*	Marginal Rate (%)**
First 12,069	0	0.00	First 21,075	(1,810)	(2,290)	0	0.00	First 31,732	(1,810)	(2,290)	0	0.00
12,069 to 15,269	0	12.53	21,075 to 26,369	(363)	0	0	10.87	31,732 to 34,514	(1,819)	(880)	0	0.00
15,269 to 43,790	401	27.53	26,369 to 38,078	0	575	575	16.60	34,514 to 39,492	(1,820)	(565)	0	0.00
43,790 to 47,630	8,251	32.53	38,078 to 41,417	671	1,848	2,519	22.35	39,492 to 58,577	(1,443)	0	0	11.34
47,630 to 87,575	9,500	37.12	41,417 to 76,152	863	2,403	3,265	27.63	58,577 to 63,460	0	2,165	2,165	17.66
87,575 to 95,259	24,327	41.12	76,152 to 82,834	4,688	8,175	12,863	32.23	63,460 to 69,028	308	2,719	3,027	23.18
95,259 to 106,555	27,486	45.71	82,834 to 92,657	5,424	9,592	15,017	37.51	69,028 to 77,214	660	3,658	4,318	29.52
106,555 to 147,667	32,650	47.46	92,657 to 128,406	7,025	11,677	18,702	39.53	77,214 to 107,005	1,696	5,038	6,734	31.93
147,667 to 210,371	52,161	49.97	128,406 to 182,931	12,851	19,981	32,832	42.41	107,005 to 152,443	5,465	10,782	16,247	35.39
In excess of 210,371	83,491	53.31	In excess of 182,931	23,306	32,647	55,954	46.25	In excess of 152,443	12,785	19,541	32,326	40.00

\* The amount of tax is calculated based on the minimum taxable income of the tax bracket.

\*\* The marginal rate is the tax payable on an additional dollar of income within the tax bracket.

\*\*\* The gross-up rate for the eligible dividends is 38% and the gross-up rate for regular dividends is 16%, both at the Federal level and in Québec.

These tables take into account provincial surtax, refundable Québec abatement and the basic personal non-refundable credits only.

At the Federal level, these tables do not take into account the alternative minimum tax.

The Québec tables do not take into account the alternative minimum tax and the contribution to HSF.

The Ontario tables do not take into account the Ontario Tax Reduction, the Ontario additional tax for minimum tax purposes and the health premiums.

MAXIMUM COMBINED MARGINAL RATES					
Taxable Income	Ontario			Québec	
	(\$150,000 to \$210,371)	(\$210,371 to \$220,000)	(In excess of \$220,000)	(\$147,667 to \$210,371)	(In excess of \$210,371)
Eligible dividends	31.67	37.19	39.34	35.39	40.00
Regular dividends	41.00	45.60	47.40	42.41	46.25
Capital gains	23.98	25.98	26.76	24.98	26.65
Other income	47.97	51.97	53.53	49.97	53.31

INCOME TAX RATES FOR 2018					
FEDERAL <sup>2,3</sup>		ONTARIO		QUÉBEC	
\$0 - \$47,630	15%	\$0 - \$43,906	5.05%	\$0 - \$43,790	15%
\$47,630 - \$95,259	20.5%	\$43,906 - \$87,813	9.15% <sup>1</sup>	\$43,790 - \$87,575	20%
\$95,259 - \$147,667	26%	\$87,813 - \$150,000	11.16% <sup>1</sup>	\$87,575 - \$106,555	24%
\$147,667 - \$210,371	29%	\$150,000 - \$220,000	12.16% <sup>1</sup>	Over \$106,555	25.75%
Over \$210,371	33%	Over \$220,000	13.16% <sup>1</sup>		

<sup>1</sup> NOTE: These rates do not include Ontario Surtax, which is equal to 20% of provincial tax over \$4,740 and 36% of provincial tax over \$6,067.

<sup>2</sup> Residents of Québec are entitled to a refundable Québec abatement equal to 16.5% of the Federal tax payable.

<sup>3</sup> Old age security: 15% of net income over \$77,580 must be reimbursed.

BASIC PERSONAL AMOUNT FOR 2019		
FEDERAL	ONTARIO	QUÉBEC
(15%)	(5.05%)	(15%)
\$12,069	\$10,582	\$15,269

DEFERRED INCOME PLANS – MAXIMUM ANNUAL CONTRIBUTIONS		
YEAR	RRSP	RPP
2018	\$26,230	\$26,500
2019	\$26,500	\$27,230
2020	\$27,230	indexed

## EMPLOYERS

Canada or Québec Pension Plan – 2019		ONTARIO		QUÉBEC	
Maximum pensionable earnings		\$	57,400.00	\$	57,400.00
Annual basic exemption			3,500.00		3,500.00
Maximum for calculation of contributions			53,900.00		53,900.00
Maximum contribution	- employee/employer	5.10%	2,748.90	5.55%	2,991.45
	- self-employed	10.20%	5,497.80	11.10%	5,982.90

  

Employment Insurance – 2019		ONTARIO		QUÉBEC	
Maximum annual insurable earnings		\$	53,100.00	\$	53,100.00
Maximum contribution	- employee	1.620%	860.22	1.250%	663.75
	- employer (1.4 times)	2.268%	1,204.31	1.750%	929.25

  

Québec Parental Insurance Plan – 2019			
Maximum annual insurable earnings			\$76,500.00
Maximum contribution	- employee	0.526%	402.39
	- employer	0.736%	563.04
	- self-employed	0.934%	714.51

  

Health Insurance (Ontario)			
- Calculation based on total payroll.			
- Exemption of \$490,000 for eligible associated employer groups having a total annual payroll of less than \$5M.			
	- \$0 to \$200,000		0.98%
	- \$200,000 to \$400,000	varies between 1.101 and 1.829	
	- Over \$400,000		1.95

  

Health Services Fund (Québec)			
- Calculation based on total payroll.			
	- \$0 to \$1,000,000		1.70%
	- \$1,000,000 - \$5,000,000	varies between 1.70 and 4.26	
	- Over \$5,000,000		4.26

  

Car Allowance:			
-	0 to 5,000 km	58 c/km	
-	5,001 km and +	52 c/km	

  

Vehicle Threshold:			
-	Purchase: \$30,000 plus GST, QST or HST. Lease: \$800 plus GST, QST or HST. Purchase interest: \$300/month		

## CORPORATIONS

CORPORATE TAX RATE FOR 2019 (assuming year-end is December 31)					
	Federal	Ontario	Québec	COMBINED	
				Ontario	Québec
<b>Active business income</b>	%	%	%	%	%
Moins de 500,000 \$	9.0 <sup>(1)</sup>	3.5 <sup>(1)</sup>	6.0 <sup>(1)</sup>	12.5	17.0
In excess of 500,000 \$	15.0	11.5	11.6	26.5	26.6
<b>Inactive business income</b>	38.67 <sup>(2)</sup>	11.5	11.6	50.17	50.27

<sup>(1)</sup> The \$500,000 threshold is progressively reduced for large corporations (between \$10M and \$15M in taxable capital).

<sup>(2)</sup> Refundable tax of 30.67% is reimbursed at a rate of 38.33% of taxable dividends paid.

## USEFUL REFERENCES – CANADA REVENUE AGENCY – TAX SERVICES

### Ottawa Office

333 Laurier Avenue West  
Ottawa, Ontario K1A 0L9  
Fax: 613 238-7125

Payment by mail or drop box  
PO Box 3800, Station A  
Sudbury, Ontario P3A 0C3

### Western Québec Office

85, chemin de la Savane  
Gatineau, Québec K1A 1L4  
Fax: 819 994-1103

### REVENU QUÉBEC

170, rue de l'Hôtel-de-Ville, 6<sup>th</sup> Floor  
Gatineau, Québec J8X 4C2

Direction principale des relations avec la clientèle des **particuliers**  
3800, rue de Marly  
Québec, Québec G1X 4A5  
Tel.: 1 800 267-6299 (Individual)

Direction principale des relations avec la clientèle des **sociétés**  
C.P. 3000, succursale Place-Desjardins  
Montréal, Québec H5B 1A4  
Tel.: 1 800 567-4692 (Business)

### 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

P.O. Box 20000, Station A  
Sudbury, Ontario P3A 5C1

### ONTARIO MINISTRY OF FINANCE

(Employer Health Tax)  
33 King Street West  
P.O. Box 627  
Oshawa, Ontario L1H 8H5  
Tel.: 1 866 668-8297  
Fax: 1 866 888-3850

### Sudbury Office

(Ottawa, Outaouais and Montreal Residents – All corr. except for T1)  
P.O. Box 20000, Station A  
Sudbury, Ontario P3A 5C1  
Fax: 1 855 276-1529

### Prince Edward Island Office

(Businesses located in Ottawa, Outaouais and Montréal)  
275 Pope Road  
Summerside, PE C1N 6A2  
Fax: 1 902 432-6287

### CORPORATE STATUTE INFO

FEDERAL  
Industry Canada: [www.ic.gc.ca](http://www.ic.gc.ca)

QUÉBEC  
REQ: 1 418 644-0075  
[www.registraireentreprises.gouv.qc.ca](http://www.registraireentreprises.gouv.qc.ca)

Consult our Website for other useful links: [www.marcil-lavallee.ca](http://www.marcil-lavallee.ca)