

TAX RESOURCE GUIDE 2018

PERSONAL TAX RATES

Ontario 2018				Ontario 2017			
Taxable Income (\$)	Ordinary (%)	Dividend (%)	Capital Gains (%)	Taxable Income (\$)	Ordinary (%)	Dividend (%)	Capital Gains (%)
0 to 42,960	20	8	10	0 to 42,201	20	6	10
42,960 to 46,605	24	13	12	42,201 to 45,916	24	11	12
46,605 to 75,657	30	19	15	45,916 to 74,313	30	17	15
75,657 to 85,923	31	21	16	74,313 to 84,404	31	20	16
85,923 to 89,131	34	24	17	84,404 to 87,559	34	22	17
89,131 to 93,208	38	29	19	87,559 to 91,831	38	27	19
93,208 to 144,489	43	35	22	91,831 to 142,353	43	33	22
144,489 to 150,000	46	39	23	142,353 to 150,000	46	37	23
150,000 to 205,842	48	40	24	150,000 to 202,800	48	39	24
205,842 to 220,000	52	45	26	202,800 to 220,000	52	44	26
220,000 and up	54	47	27	220,000 and up	54	45	27

Lower tax rates are not affected by moving to the next bracket

RRSP (max)	TFSA (max)
2016 = \$25,370	2016 = \$5,500
2017 = \$26,010	2017 = \$5,500
2018 = \$26,230	2018 = \$5,500

OLD AGE SECURITY RECOVERY TAX

Repayment calculation is based on 15% of the difference between your income and the minimum threshold amount for the year.

Recovery Tax Period	Income Year	Minimum Income Recovery Threshold	Maximum Income Recovery Threshold
July 2017 – June 2018	2016	\$73,756	\$119,615
July 2018 – June 2019	2017	\$74,788	\$121,314
July 2019 – June 2020	2018	\$75,910	\$122,843

CORPORATE TAX RATES (FEDERAL & ONTARIO)

Taxable Income (\$)	Regular (%)	Investment (%)
0 to 500,000	13.5	50.2
500,001 and up	26.5	50.2

Federal corporate tax rate: 10% on 1st 500K; 15% on balance

Ontario corporate tax rate: 3.5% on 1st 500K; 11.5% on the balance

Quebec corporate tax rate: 8% on 1st 500K; 11.7% on the balance

30% (30% - 2016) of the investment tax is refundable; dividends received from Canadian corporations are taxed at 38% (38% - 2017) (all refundable)

A refund is obtained when a taxable dividend is declared, at a ratio of 1:3

MILAGE RATES

January 2018 – current: 1st 5,000 km @ \$0.55/km; balance @ \$0.49/km

January 2016 – 2017: 1st 5,000 km @ \$0.54/km; balance @ \$0.48/km

January 2015 – December 2015: 1st 5,000 km @ \$0.55/km; balance @ \$0.49/km

AUTOMOBILE LIMITS

Capital cost: \$30,000 plus tax

Lease: \$800 per month plus tax

Interest: \$300 per month

TRAVEL PER DIEM RATES

Meals and incidentals: \$103

Non-commercial
accommodation: \$50

MEDICAL EXPENSES

\$17 x 3 meals/day = \$51/day

MOVING EXPENSES

\$0.55/km

PAYROLL LIMITS

	2018	2017
Canada Pension Plan (CPP)		
Contribution Rate	4.95%	4.95%
Employee Maximum	\$2,594	\$2,564
Exemption	\$3,500	\$3,500
Maximum Pensionable Earnings	\$55,900	\$55,300
Employment Insurance (EI)		
Contribution Rate	1.66%	1.63%
Employee Maximum (\$)	\$858	\$836
Maximum Earnings	\$51,700	\$51,300
WSIB (ON) Maximum Earnings	\$90,300	\$88,500
RRSPs	\$26,230	\$26,010
Basic Personal Exemption (Federal)	\$11,809	\$11,635
Basic Personal Exemption (Ontario)	\$10,354	\$10,171

CPP Notes: Must be over 18; employer pays same as employee; 10% of CPP maximum earnings needed in 4 of the last 6 years to qualify for the CPP disability pension

EI Notes: Employer pays 1.4 times employee; owners exempt

LATE FILING PENALTIES

CORPORATE

T4/T5/T4A,T3

5% + 1%/month (12 months maximum)

\$10 per day to a maximum of \$1,000.

10% + 2%/month (20 months maximum)
– for repeat offenders in past 3 years

\$15 per day to a maximum of \$1,500 if you have 51-500 slips

INSTALMENTS DATES

March 15 September 15*

June 15 December 15*

*If any due dates fall on a holiday or a weekend, the deadline moves to midnight of the following business day