



## QUEBEC INCOME TAX TABLES

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## 2019 CORPORATE TAX RATES <sup>(a)</sup>

## Combined Federal and Provincial

	First \$500,000 for Qualifying Business <sup>(b)(c)</sup>	Basic Business	Basic M&P Business	Investment Income CCPC <sup>(d)</sup>	Other
Quebec	15.00% <sup>(e), (f), (g)</sup>	26.60% <sup>(h)</sup>	26.60% <sup>(h)</sup>	50.27% <sup>(h)</sup>	26.60% <sup>(h)</sup>
Ontario	12.50%	26.50%	25.00%	50.17%	26.50%
Alberta	11.00%	26.50%	26.50%	50.17%	26.50%
British Columbia	11.00%	27.00%	27.00%	50.67%	27.00%
Manitoba	9.00%	27.00%	27.00%	50.67%	27.00%
New Brunswick	11.50%	29.00%	29.00%	52.67%	29.00%
Newfoundland & Labrador	12.00%	30.00%	30.00%	53.67%	30.00%
Nova Scotia	12.00%	31.00%	31.00%	54.67%	31.00%
Prince Edward Island	12.50%	31.00%	31.00%	54.67%	31.00%
Saskatchewan	11.00%	27.00%	25.00%	50.67%	27.00%

(a) Assumes a December year end.

(b) Preferential rate reduced for corporations having taxable capital in excess of \$10M on an associated group basis.

(c) The Federal small business rate was reduced from 10% to 9% effective January 1, 2019.

(d) For a CCPC, the tax rate on investment income, net dividend refund, is 30.67% lower.

(e) Employees of the corporation, or of an associated corporation, must work and be remunerated for 5,500 hours for the current and previous taxation year or be a corporation in the primary or manufacturing sector. For corporations with less than 5,000 remunerated hours, the rate is 20.6%.

(f) For qualifying M&P businesses, the combined rate is 13%.

(g) The small business rate was reduced from 7% to 6% effective January 1, 2019.

(h) The general income tax rate is reduced by 0.1% every year until 2020.

## 2019 COMBINED TOP PERSONAL TAX RATES

	Income	Eligible Dividends	Ineligible Dividends	Capital Gains
Quebec	53.31%	40.00%	46.25%	26.65%
Ontario	53.53%	39.34%	47.40%	26.76%
Alberta	48.00%	31.71%	42.30%	24.00%
British Columbia	49.80%	31.44%	44.64%	24.90%
Manitoba	50.40%	37.78%	46.67%	25.20%
New Brunswick	53.30%	33.51%	47.75%	26.65%
Newfoundland & Labrador	51.30%	42.61%	44.59%	25.65%
Nova Scotia	54.00%	41.58%	48.27%	27.00%
Prince Edward Island	51.37%	34.22%	45.23%	25.69%
Saskatchewan	47.50%	29.64%	40.37%	23.75%

## 2019 SELECT U.S. TAX RATES

	Personal <sup>(a)</sup>			Corporate <sup>(a)</sup>
	Income	Long-Term Capital Gains	Qualified Dividends	Business Income <sup>(b)</sup>
California <sup>(c)</sup>	49.30%	32.30%	32.30%	27.98%
Florida	37.00%	20.00%	20.00%	25.35%
New York <sup>(d)</sup>	45.82%	28.82%	28.82%	26.14%
U.S. Estate Tax – Top Marginal Rate:	40.00%			
U.S. Estate Tax Exemption:	\$11,400,000			

(a) All rates are effective at time of publication.

(b) Highest marginal general tax rate, net of federal deduction for state taxes

(c) California individual income tax rate does not include surtax on income in excess of \$1,000,000.

(d) New York state tax rate does not include New York City taxes.

(e) The above rates do not include Medicare and Social Security taxes.

(f) An additional 3.8% tax is imposed on investment income when the income exceeds \$200,000 if the taxpayer is not married, \$125,000 if married filing separately or \$250,000 if married filing jointly.

## 2019 PERSONAL TAX RATES <sup>(a), (b)</sup>

## Quebec Residents

Quebec		Federal		Combined		Marginal Rates			
Taxable Income	Tax	Marginal Rate on Excess	Tax	Marginal Rate on Excess	Tax	Marginal Rate on Excess	Eligible Dividends Actual	Ineligible Dividends Actual	Capital Gains
\$15,269	\$0	15.00%	\$401	12.53%	\$401	27.53%	4.44%	16.60%	13.77%
43,790	4,279	20.00%	3,973	12.53%	8,252	32.53%	11.34%	22.35%	16.27%
47,630	5,046	20.00%	4,454	17.12%	9,500	37.12%	17.66%	27.63%	18.56%
87,575	13,035	24.00%	11,292	17.12%	24,327	41.12%	23.18%	32.23%	20.56%
95,259	14,879	24.00%	12,607	21.71%	27,486	45.71%	29.51%	37.51%	22.86%
106,555	17,590	25.75%	15,060	21.71%	32,650	47.46%	31.93%	39.53%	23.73%
147,667	28,176	25.75%	23,985	24.22%	52,161	49.97%	35.39%	42.41%	24.99%
210,371	44,323	25.75%	39,169	27.56%	83,492	53.31%	40.00%	46.25%	26.65%

(a) Assumes single taxpayer with no dependents receiving basic exemption only. Tax rates net of Quebec abatement.

(b) Does not include the Contribution to the Health Services Fund.

## SELECT PERSONAL TAX CREDITS FOR 2019

## Combined Federal and Provincial

	Spouse	65 and over	Pension	Donation	Medical
Quebec <sup>(a)</sup>	\$3,802	\$1,420 <sup>(b)</sup>	\$678	53.31% <sup>(c)</sup>	32.53% <sup>(d)</sup>

(a) Adjusted for Quebec abatement.

(b) Maximum credit that is gradually reduced when family income exceeds \$34,610.

(c) Applies to donations in excess of \$200 to which the First-Time Donor's Super Credit is not applicable and individuals with a taxable income in excess of \$210,371.

(d) Applies to medical expenses in excess of the lesser of 3% of net income and \$2,352 for federal purposes and in excess of 3% of family income for Quebec purposes.

## 2019 INVESTMENT YIELDS <sup>(a)</sup>

An Interest Rate of	Tax	An Eligible Dividend Rate of	An Ineligible Dividend Rate of	A Capital Gain Rate of
2%	Gives the same after-tax as	1.56%	1.74%	1.27%
4%		3.11%	3.47%	2.55%
6%		4.67%	5.21%	3.82%
8%		6.23%	6.95%	5.09%

(a) Based on 53.31% marginal rate for a Quebec taxpayer.

## SALARY VS. DIVIDEND

Comparison of Net Cash Retained by Shareholders <sup>(a)</sup>

Quebec Resident 53.31% Marginal Rate	Salary <sup>(b)</sup>	Dividend
First \$500,000 Qualifying Business	\$ 448	\$ 457 <sup>(c)</sup>
First \$500,000 Qualifying Business (M&P)	448	468 <sup>(c)</sup>
Basic Business and Other Income	448	440
Investment Income CCPC	448	432 <sup>(c), (d)</sup>

## INCOME THAT CAN BE RECEIVED TAX-FREE

Interest	Capital Gain	Eligible Dividend	Ineligible Dividend
\$12,069	\$24,138	\$39,496	\$21,072

(a) Assumes corporation has \$1,000 of income available for disbursement to owner/manager.

(b) Only takes into account levy for QHSF paid by corporation at top rate of 4.26%.

(c) Assumes dividends paid are ineligible.

(d) Net-of-dividend refund.

## SALES TAX RATES IN CANADA 2019

Province	GST Rate <sup>(a)</sup>	HST Rate <sup>(b)</sup>	PST Rate <sup>(c)</sup>	Total
Quebec	5.00%	-	9.975%	14.975%
Ontario	-	13.00%	-	13.00%
Alberta	5.00%	-	-	5.00%
British Columbia	5.00%	-	7.00%	12.00%
Manitoba	5.00%	-	7.00% <sup>(d)</sup>	13.00%
New Brunswick	-	15.00%	-	15.00%
Newfoundland & Labrador	-	15.00%	-	15.00%
Nova Scotia	-	15.00%	-	15.00%
Prince Edward Island	-	15.00%	-	15.00%
Saskatchewan	5.00%	-	6.00%	11.00%

(a) GST: Goods and Services Tax

(b) HST: Harmonized Sales Tax

(c) PST: Provincial Sales Tax

(d) Manitoba PST rate was reduced from 8% to 7% effective July 1, 2019.