



QUEBEC INCOME TAX TABLES

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2021 CORPORATE TAX RATES ^(a)

Combined Federal and Provincial

	First \$500,000 for Qualifying Business ^(b)	Basic Business	Basic M&P Business	Investment Income CCPC ^(c)	Other
Quebec	12.38% ^{(d), (e)}	26.50%	26.50%	50.17%	26.50%
Ontario	12.20%	26.50%	25.00%	50.17%	26.50%
Alberta	11.00%	23.00%	23.00%	46.67%	23.00%
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	11.50%	29.00%	29.00%	52.67%	29.50%
Prince Edward Island	11.00%	31.00%	31.00%	54.67%	31.00%
Saskatchewan	9.00%	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) For a CCPC, the tax rate on investment income, net of dividend refund, is 30.67% lower.
 (d) 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 20.5%.

- (e) The small business rate was reduced from 5% to 4% effective January 1, 2021. It was further reduced to 3.2% effective March 26, 2021 to December 31, 2021.

2021 COMBINED TOP PERSONAL TAX RATES

	Income	Eligible Dividends	Ineligible Dividends	Capital Gains
Quebec	53.31%	40.11%	48.02%	26.65%
Ontario	53.53%	39.34%	47.74%	26.76%
Alberta	48.00%	34.31%	42.30%	24.00%
British Columbia	53.50%	36.54%	48.89%	26.75%
Manitoba	50.40%	37.79%	46.67%	25.20%
New Brunswick	53.30%	33.51%	47.75%	26.65%
Newfoundland & Labrador	51.30%	42.62%	44.59%	25.65%
Nova Scotia	54.00%	41.58%	48.27%	27.00%
Prince Edward Island	51.37%	34.22%	46.22%	25.69%
Saskatchewan	47.50%	29.64%	42.29%	23.75%

2021 SELECT U.S. TAX RATES

	Personal ^{(a), (e), (f)}	Corporate ^(a)		
Income	Long-Term Capital Gains	Qualified Dividends	Business Income ^(b)	
California ^(c)	49.30%	32.30%	32.30%	27.98%
Florida	37.00%	20.00%	20.00%	24.52%
New York ^(d)	47.90%	30.90%	30.90%	26.73%
U.S. Estate Tax – Top Marginal Rate:	40.00%			
U.S. Estate Tax Exemption:	\$1,700,000			

- (a) All rates are effective at time of publication.
 (b) Highest marginal general tax rate, net of federal deduction for state taxes (corporate only).
 (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.

2021 PERSONAL TAX RATES ^{(a), (b), (c)}

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
\$15,728	\$0	15.00%	\$240	12.53%	\$240	27.53%	4.55%	18.37%	13.76%
45,105	4,407	20.00%	3,920	12.53%	8,327	32.53%	11.45%	24.12%	16.26%
49,020	5,109	20.00%	4,410	17.12%	9,600	37.12%	17.77%	29.40%	18.56%
90,200	13,426	24.00%	11,459	17.12%	24,885	41.12%	23.29%	34.00%	20.56%
98,040	15,307	24.00%	12,801	21.71%	28,108	45.71%	29.63%	39.28%	22.86%
109,755	18,119	25.75%	15,345	21.71%	33,464	47.46%	32.04%	41.30%	23.73%
151,978	28,991	25.75%	24,511	24.48%	53,502	50.23%	35.87%	44.49%	25.12%
216,511	45,608	25.75%	40,312	27.56%	85,920	53.31%	40.11%	48.02%	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.

- (c) The rate takes into account the impact of the reduction of the basic federal personal amount from \$13,808 to \$12,421 for income between \$151,978 and \$216,511.

SELECT PERSONAL TAX CREDITS FOR 2021

Combined Federal and Provincial

	Spouse	65 and over	Pension	Donation	Medical
Quebec ^(a)	\$4,089	\$1,462 ^(b)	\$691	53.31% ^(c)	32.53% ^(d)

(a) Adjusted for Quebec abatement.

(b) Maximum credit that is gradually reduced when family income exceeds \$35,650.

(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 \$216,511.

(d) Applies to medical expenses in excess of the lesser of 3% of net income and \$2,421 for federal purposes and in excess of 3% of family income for Quebec purposes.

2021 INVESTMENT YIELDS ^(a)

An Interest Rate of		An Eligible Dividend Rate of	An Ineligible Dividend Rate of	A Capital Gain Rate of
2%	Gives	1.56%	1.80%	1.27%
4%	the same	3.12%	3.59%	2.55%
6%		4.68%	5.39%	3.82%
8%	after-tax as	6.24%	7.19%	5.09%

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

SALARY VS. DIVIDEND

Comparison of Net Cash Retained by Shareholders ^(a)

Quebec Resident 53.31% Marginal Rate	Salary ^(b)	Dividend
First \$500,000 Qualifying Business	\$448	\$455 ^(c)
First \$500,000 Qualifying Business (M&P)	448	455 ^(c)
Basic Business and Other Income	448	440
Investment Income CCPC	448	418 ^{(c), (d)}

INCOME THAT CAN BE RECEIVED TAX-FREE

Interest	Capital Gain	Eligible Dividend	Ineligible Dividend
\$13,808	\$27,616	\$40,287	\$18,667

(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 2021

Province	GST Rate ^(a)	HST Rate ^(b)	PST Rate ^(c)	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%	12.00%
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