

# CPA COMMON FINAL EXAMINATION

## CFE REFERENCE SCHEDULE 2024

### 1. PRESENT VALUE OF TAX SHIELD FOR AMORTIZABLE ASSETS

Present value of Total Tax Shield from CCA for a new asset acquired after November 20, 2018

$$= \frac{CdT}{(d+k)} \left( \frac{1+1.5k}{1+k} \right)$$

**Notation for above formula:**

*C* = net initial investment

*T* = corporate tax rate

*k* = discount rate or time value of money

*d* = maximum rate of capital cost allowance

### 2. SELECTED PRESCRIBED AUTOMOBILE AMOUNTS

	<b>2023</b>	<b>2024</b>
Maximum depreciable cost - Class 10.1	\$36,000 + sales tax	\$37,000 + sales tax
Maximum depreciable cost - Class 54	\$61,000 + sales tax	\$61,000 + sales tax
Maximum monthly deductible lease cost	\$950 + sales tax	\$1,050 + sales tax
Maximum monthly deductible interest cost	\$300	\$350
Operating cost benefit - employee	33¢ per km of personal use	33¢ per km of personal use
Non-taxable automobile allowance rates		
- first 5,000 kilometres	68¢ per km	70¢ per km
- balance	62¢ per km	64¢ per km

### 3. INDIVIDUAL FEDERAL INCOME TAX RATES

#### For 2023

<u>If taxable income is between</u>		<u>Tax on base amount</u>	<u>Tax on excess</u>
\$0	and \$53,359	\$0	15%
\$53,360	and \$106,717	\$8,004	20.5%
\$106,718	and \$165,430	\$18,942	26%
\$165,431	and \$235,675	\$34,208	29%
\$235,676	and any amount	\$54,579	33%

#### For 2024

<u>If taxable income is between</u>		<u>Tax on base amount</u>	<u>Tax on excess</u>
\$0	and \$55,867	\$0	15%
\$55,868	and \$111,733	\$8,380	20.5%
\$111,734	and \$173,205	\$19,832	26%
\$173,206	and \$246,752	\$35,814	29%
\$246,753	and any amount	\$57,142	33%

### 4. SELECTED INDEXED AMOUNTS FOR PURPOSES OF COMPUTING INCOME TAX

Personal tax credits are a maximum of 15% of the following amounts:

	<b>2023</b>	<b>2024</b>
Basic personal amount and spouse, common-law partner, or eligible dependant amount for individuals (if net income (NI) $\geq$ 33% tax bracket)	\$13,520	\$14,156
(if net income (NI) $\leq$ 29% tax bracket)	15,000	15,705
Age amount if 65 or over in the year	8,396	8,790
Net income threshold for age amount	42,335	44,325
Canada employment amount	1,368	1,433
Disability amount	9,428	9,872
Canada Caregiver amount (for children under age 18)	2,499	2,616
(for other infirm dependants age 18 or older)	7,999	8,375
Net income threshold for Canada Caregiver amount	18,783	19,666
Adoption expense credit limit	18,210	19,066

Other indexed amounts are as follows:

	<b>2023</b>	<b>2024</b>
Medical expenses tax credit - 3% of net income ceiling	\$2,635	\$2,759
Old age security repayment threshold	86,912	90,997
Annual TFSA dollar limit	6,500	7,000
RRSP dollar limit	30,780	31,560
Lifetime capital gains exemption on qualified small business corporation shares	971,190	1,016,836

## 5. PRESCRIBED INTEREST RATES (base rates)

<u>Year</u>	<u>Jan. 1 - Mar. 31</u>	<u>Apr. 1 - June 30</u>	<u>July 1 - Sept. 30</u>	<u>Oct. 1 - Dec. 31</u>
2024	6	6		
2023	4	5	5	5
2022	1	1	2	3

This is the rate used for taxable benefits for employees and shareholders, low-interest loans and other related-party transactions. The rate is 4 percentage points higher for late or deficient income tax payments and unremitted withholdings. The rate is 2 percentage points higher for tax refunds to taxpayers with exception of corporations, for which the base rate is used.

## 6. MAXIMUM CAPITAL COST ALLOWANCE RATES FOR SELECTED CLASSES

Class 1.....	4%	for all buildings, except those below
Class 1.....	6%	for buildings acquired for first use after March 18, 2007 and $\geq$ 90% of the square footage is used for non-residential activities
Class 1.....	10%	for buildings acquired for first use after March 18, 2007 and $\geq$ 90% of the square footage is used for manufacturing and processing activities
Class 8.....	20%	
Class 10.....	30%	
Class 10.1.....	30%	
Class 12.....	100%	
Class 13.....	n/a	Straight line over original lease period plus one renewal period (minimum 5 years and maximum 40 years)
Class 14.....	n/a	Straight line over length of life of property
Class 14.1.....	5%	For property acquired after December 31, 2016
Class 17.....	8%	
Class 29.....	50%	Straight-line
Class 43.....	30%	
Class 44.....	25%	
Class 45.....	45%	
Class 50.....	55%	
Class 53.....	50%	
Class 54.....	30%	
Class 55.....	40%	
Class 56.....	30%	