

TAX APPENDIX 2016

2016 INDIVIDUAL FEDERAL INCOME TAX RATES

Income Tax Rate Schedule - Individuals

<u>Taxable Income</u>	<u>Tax</u>
\$45,282 or less	15%
\$45,283 to \$90,563	\$6,792 + 20.5% on next \$45,281
\$90,564 to \$140,388	\$16,075 + 26% on next \$49,825
\$140,389 to \$200,000	\$29,029 + 29% on next \$59,612
\$200,001 or more	\$46,317 + 33% on remainder

2016 SELECTED NON-REFUNDABLE TAX CREDITS PERMITTED TO INDIVIDUALS FOR PURPOSES OF COMPUTING FEDERAL INCOME TAX

The tax credits are 15% of the following amounts:

Basic personal amount	\$11,474
Married and equivalent to spouse amount (+ FCA?)	11,474
Net income threshold for married or equivalent amount	0
Age 65 or over in the year	7,125
Disability amount	8,001
Supplement for children dependants with disabilities under age 18 (+ FCA?)	4,667
Infirm dependant amount	6,788
Net income threshold for disabled dependants 18 and over	6,807
Caregiver (+ FCA?)	4,667
Net income threshold for caregiver	15,940
Family caregiver amount (FCA)	2,121
Adoption expenses	15,453
Child fitness tax credit / if disability	up to 500 / 1,000
Children's arts tax credit / if disability	up to 250 / 750
Canada employment amount	1,161
Pension	2,000
Education	400 (FT) / 120 (PT)
Textbook	65 (FT) / 20 (PT)

Other amounts:

CPP (Canada Pension Plan)	54,900 / 3,500 / (4.95%) / 2,544
EI (Employment Insurance)	50,800 / (1.88%) / 955
Tax-Free Savings Account (TFSA)	5,500
Medical expenses	2,237
Federal Political contribution	3/4 (400) / 1/2 (750) / 1/3 (1,275)
RRSP dollar limit	25,370
Dividends (Non-eligible / Eligible)	17% / 38% + 12.31% / 20.73%
Basic amount for Age credit and GST credit	35,927 / 35,926
Basic amount for OAS clawback	73,756

CORPORATE FEDERAL INCOME TAX RATE

The tax payable by a corporation on its taxable income under Part I of the *Income Tax Act* is 38% before any additions and/or deductions.

TAX APPENDIX 2016 (continued)

MAXIMUM CAPITAL COST ALLOWANCE RATES FOR SELECTED CLASSES

Class 1.....	4%, 6%, 10%
Class 3.....	5%
Class 8.....	20%
Class 10.....	30%
Class 10.1.....	30%
Class 12.....	100%
Class 13.....	original lease period plus one renewal period (Minimum 5 years and Maximum 40 years)
Class 14.....	length of life of property
Class 14.1.....	5% / 7%
Class 17.....	8%
Class 29.....	50%
Class 39.....	25%
Class 43.....	30%
Class 44.....	25%
Class 45.....	45%
Class 46.....	30%
Class 50.....	55%
Class 52.....	100%

SELECTED PRESCRIBED AUTOMOBILE AMOUNTS

Maximum depreciable cost - Class 10.1	\$30,000 + GST + PST
Maximum monthly deductible lease cost	\$800 + GST + PST
Maximum monthly deductible interest cost	\$300
Operating cost benefit - employee	26¢ / 23¢ per kilometre of personal use
Non-taxable car allowance benefit limits	
- first 5,000 km	54¢ per kilometre
- balance	48¢ per kilometre

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>
2016	1	1	1	1
2015	1	1	1	1
2014	1	1	1	1
2013	1	1	1	2
2012	1	1	1	1

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.