



## QUEBEC INCOME TAX TABLES

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### CHICAGO

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## 2020 CORPORATE TAX RATES <sup>(a)</sup>

## Combined Federal and Provincial

	First \$500,000 for Qualifying Business <sup>(b)</sup>	Basic Business	Basic M&P Business	Investment Income CCPC <sup>(c)</sup>	Other
Quebec	14.00% <sup>(d), (e), (f)</sup>	26.50% <sup>(g)</sup>	26.50% <sup>(g)</sup>	50.17% <sup>(g)</sup>	26.50% <sup>(g)</sup>
Ontario	12.20%	26.50%	25.00%	50.17%	26.50%
Alberta	11.00%	24.00%	24.00%	47.67%	24.00%
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	11.62%	29.50%	29.50%	53.17%	29.50%
Prince Edward Island	12.00%	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) 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) For qualifying M&P businesses, the combined rate is 13%.  
 (f) The small business rate was reduced from 6% to 5% effective January 1, 2020.  
 (g) The general income tax rate was reduced by 0.1% effective January 1, 2020.

## 2020 COMBINED TOP PERSONAL TAX RATES

	Income	Eligible Dividends	Ineligible Dividends	Capital Gains
Quebec	53.31%	40.11%	47.14%	26.65%
Ontario	53.53%	39.34%	47.74%	26.76%
Alberta	48.00%	31.71%	42.30%	24.00%
British Columbia	53.50%	36.54%	48.89%	26.75%
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%

## 2020 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%	24.52%
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:	\$11,580,000			

- (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.

## 2020 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
\$15,532	\$0	15.00%	\$288	12.53%	\$288	27.53%	4.56%	17.50%	13.76%
44,545	4,352	20.00%	3,922	12.53%	8,274	32.53%	11.45%	23.25%	16.26%
48,535	5,150	20.00%	4,422	17.12%	9,572	37.12%	17.80%	28.53%	18.56%
89,080	13,259	24.00%	11,362	17.12%	24,621	41.12%	23.32%	33.13%	20.56%
97,069	15,176	24.00%	12,730	21.71%	27,906	45.71%	29.65%	38.41%	22.86%
108,390	17,893	25.75%	15,188	21.71%	33,081	47.46%	32.06%	40.42%	23.73%
150,473	28,730	25.75%	24,324	24.22%	53,054	49.97%	35.53%	43.31%	24.99%
214,368	45,183	25.75%	39,913	27.56%	85,096	53.31%	40.11%	47.14%	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 2020

## Combined Federal and Provincial

	Spouse	65 and over	Pension	Donation	Medical
Quebec <sup>(a)</sup>	\$3,870	\$1,447 <sup>(b)</sup>	\$686	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 \$35,205.

(c) Applies to donations in excess of \$200 and individuals with a taxable income in excess of \$214,368.

(d) Applies to medical expenses in excess of the lesser of 3% of net income and \$2,397 for federal purposes and in excess of 3% of family income for Quebec purposes.

## 2020 INVESTMENT YIELDS <sup>(a)</sup>

An Interest Rate of		An Eligible Dividend Rate of	An Ineligible Dividend Rate of	A Capital Gain Rate of
2%	Gives	1.56%	1.77%	1.27%
4%	the same	3.12%	3.53%	2.55%
6%		4.68%	5.30%	3.82%
8%	after-tax as	6.24%	7.07%	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	\$ 455 <sup>(c)</sup>
First \$500,000 Qualifying Business (M&P)	448	460 <sup>(c)</sup>
Basic Business and Other Income	448	440
Investment Income CCPC	448	425 <sup>(c), (d)</sup>

## INCOME THAT CAN BE RECEIVED TAX-FREE

Interest	Capital Gain	Eligible Dividend	Ineligible Dividend
\$13,229	\$26,458	\$39,786	\$19,803

(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 2020

Province	GST Rate <sup>(a)</sup>	HST Rate <sup>(b)</sup>	PST Rate <sup>(c)</sup>	QST Rate <sup>(d)</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%	-	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

(d) QST: Quebec Sales Tax