

ALITIS

INVESTMENT COUNSEL

2017 BC Personal Tax Rates¹

TAXABLE INCOME	PENSIONS, RRI's, WAGES OR INTEREST	CAPITAL GAINS ²	ELIGIBLE DIVIDENDS ³	NON-ELIGIBLE DIVIDENDS
\$0 - \$11,635	-	-	-	-
\$11,636 - \$38,898	20.06%	10.03%	-6.84%	8.27%
\$38,899 - \$45,916	22.70%	11.35%	-3.20%	11.36%
\$45,917 - \$77,797	28.20%	14.10%	4.39%	17.79%
\$77,798 - \$89,320	31.00%	15.50%	8.25%	21.07%
\$89,321 - \$91,831	32.79%	16.40%	10.72%	23.16%
\$91,832 - \$108,460	38.29%	19.15%	18.31%	29.60%
\$108,461 - \$142,353	40.70%	20.35%	21.64%	32.42%
\$142,354 - \$202,800	43.70%	21.85%	25.78%	35.93%
Over \$202,800	47.70%	23.85%	31.30%	40.61%

	PERSONAL TAX CREDITS		GOVERNMENT BENEFITS		
	FEDERAL	PROVINCIAL		ANNUAL	MONTHLY
Basic	\$11,635	\$10,208	CPP (at 65) – max. (at 60) 64% of max.	\$13,368 \$8,556	\$1,114 \$713
Spouse or Common-Law Partner	\$11,635	\$8,740	(If you are under 65 working and receiving CPP, you and your employer must make CPP contributions)		
Caregiver (65 & over) Infirm dependant (18+)	\$4,732 \$6,882	\$4,467 \$4,467			
Age credit (65 & over) – Every \$1 earned over threshold increases tax rate by 3%	\$7,225	\$4,578	OAS (at 65) – max.	\$6,948	\$579
Pension Income	\$2,000	\$1,000	GIS – max. (single pensioner) Allowance – max.	\$9,288 \$12,876	\$774 \$1,073
Tuition & Education - Full-time Tuition & Education - Part-time		\$200/mo \$60/mo	CPP Disability	\$15,768	\$1,314
Disability Amount	\$8,113	\$7,656	CPP Survivor's Pension: Younger than 65 65 or older	\$7,248 \$8,028	\$604 \$669
Charitable Donations	1st \$200 Over \$200	15.00% 29.00%	Orphan's Benefit	\$2,892	\$241
First-Time Donor Super Credit	1st \$200 Over \$200	40.00% 54.00%	Death Benefit (lump sum)	\$2,500	
Medical Expenses on qualifying medical expenses exceeding the lessor of 3% of net income or	\$2,268	\$2,123	EI - 55% of insured earnings, max. \$51,300		\$2351



TFSA AMOUNT	RRSP LIMIT	WITHHOLDING TAX RATES FOR RRSP & RRIF WITHDRAWALS	FAIR PHARMACARE
<ul style="list-style-type: none"> 2017 TFSA Amount is \$5,500 <p>Historical Contributions: 2009 - \$5,000 2010 - \$5,000 2011 - \$5,000 2012 - \$5,000 2013 - \$5,500 2014 - \$5,500 2015 - \$10,000 2016 - \$5,500</p> <ul style="list-style-type: none"> Cumulative contribution room in 2017 is \$52,000 	<ul style="list-style-type: none"> 2017 RRSP limit is 18% of "Earned Income" to a maximum of \$26,010 (plus unused amounts from prior years) 	Less than \$5,000 = 10% \$5,001 to \$15,000 = 20% Over \$15,000 = 30%	Based on family net income. <\$15K – no deductible, max amount 2% of net income <\$30K – deductible is 2% of net income, max amount is 3% of net income > \$30K – deductible is 3% of net income, max amount is 4% of net income Pharmacare pays 70% of cost over deductible until family maximum is reached. Costs over maximum are 100% covered by Pharmacare.
AGE CREDIT CLAWBACK	OAS CLAWBACK ⁴	PROBATE FEES	YEARLY MAXIMUM PENSIONABLE EARNINGS
<ul style="list-style-type: none"> This credit is reduced by 15% of net income over \$35,927 (Fed) and \$33,473 (BC) and it is totally eliminated once you reach net income of \$83,427. 	<ul style="list-style-type: none"> Clawback rate is 15% of net income over \$73,756; benefit is totally eliminated when net income exceeds \$119,512. 	<ul style="list-style-type: none"> \$200 + 0.6% of portion over \$25,000 up to \$50,000 \$200 + 1.4% of portion over \$50,000 	<ul style="list-style-type: none"> For the year 2017 = \$55,300

FEDERAL CORPORATE INCOME TAX RATES ⁵	BC CORPORATE INCOME TAX RATES ⁵
<ul style="list-style-type: none"> First \$500,000 for Small Business⁶: 10.5% Active Business Income⁷: 15.0% Investment Income: 38.7% 	<ul style="list-style-type: none"> First \$500,000 for Small Business⁶: 13.0% Active Business Income⁷: 26.0% Investment Income: 49.7%

Notes: 1 - Combined Federal & Provincial (BC) Taxes; 2 – Marginal tax rate for capital gains is a % of total capital gains (not taxable capital gains); 3 – Marginal tax rate for dividends is a % of actual dividends received (not grossed-up amount); 4 - For the income year of 2016 with the recovery tax period of July 2017 - June 2018.; 5 - The federal and provincial tax rates shown apply to income earned by a Canadian-controlled private corporate (CCPC). In general, a corporation is a CCPC if the corporate is a private corporation and a Canadian corporation, provided it is not controlled by one or more non-resident persons, by a public corporation, by a corporation with a class of shares listed on a designated stock exchange, or by any combination of these, and provided it does not have a class of shares listed on a designated stock exchange.; 6 - The small business deduction (SBD) applies to the first \$500,000 of active business income of Canadian-controlled private corporations (CCPCS), or associated groups of CCPCS; 7 - The general corporate tax rate applies to active business income earned in excess of \$500,000.

The Government of Canada has a website that provides complete and detailed information on all Canadian Benefits. The site also provides calculators to assist you in determining the benefits that may be available to you. The address for this site is www.canadabenefits.gc.ca. You can also obtain further information about OAS and CPP from this website: <https://www.canada.ca/en/services/benefits/publicpensions.html>

KPMG, Corporate Tax Rates, <https://home.kpmg.com/content/dam/kpmg/ca/pdf/2017/01/federal-and-provincial-territorial-tax-rates-for-income-earned-by-a-ccpc-effective-january-1-2017-and-2018.pdf>

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