

## BRITISH COLUMBIA

## 2016 Tax Rates

## Federal and Provincial Tax Rates Combined

## Canadian-Controlled Private Corporation and Individual Shareholder Resident in British Columbia

	Taxable Income from an Active Business	
	\$0 - \$500,000	> \$500,000
Top personal marginal tax rate	47.70%	47.70%
Corporate tax rate (CCPC)	13.00%	26.00%
Tax deferral opportunity	34.70%	21.70%

## Tax Rates on Passive Investment Income

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	Passive Investment Income			
	Foreign Income and Interest	Eligible Dividends	Ineligible Dividends	Capital Gains
Corporate income	100.00	100.00	100.00	100.00
Corporate tax	(49.67)	(38.33)	(38.33)	(24.84)
After-tax income	50.33	61.67	61.67	75.17
Refundable taxes balance	30.67	38.33	38.33	15.34
CDA balance	-	-	-	50.00
After-tax income	50.33	61.67	61.67	75.17
Add: Refundable taxes	30.67	38.33	38.33	15.34
Total funds available	81.00	100.00	100.00	90.50
Paid as a tax-free capital dividend	-	-	-	50.00
Paid as a taxable dividend	81.00	100.00	100.00	40.50
Personal tax on taxable dividend	(32.89)	(31.30)	(40.61)	(16.45)
After-tax income	48.11	68.70	59.39	74.05
Effective total tax rate	51.89%	31.30%	40.61%	25.95%

THIS ANALYSIS IS PROVIDED FOR INFORMATION ONLY.

THE TAX RATES USED TO PREPARE THIS ANALYSIS ARE CURRENT TO THE BEST OF OUR KNOWLEDGE AS OF THE DATE SHOWING BUT CLIENTS SHOULD CONFIRM THEIR ACTUAL TAX RATES WITH THEIR OWN TAX ADVISORS.