

2019 AUTOMOBILE DEDUCTION LIMITS

Effective January 1, 2019, the following passenger vehicle limits apply:
Maximum cost for CCA purposes will remain at \$30,000 plus taxes for the majority of passenger vehicles, and \$55,000 plus taxes for zero-emission vehicles.

Ceiling on deductible leasing costs will remain at \$800 plus taxes.

The limit on allowable interest deduction for amounts borrowed to purchase an automobile will remain at \$300 per month.

The limit on tax-exempt kilometre allowances increased to \$0.58 (\$0.59 - 2020) for the first 5,000 kilometres driven and \$0.52 (\$0.53 - 2020) for each additional kilometre.

2019 / 2018 AVERAGE EXCHANGE RATES

COUNTRY	CURRENCY	2019	2018
United States	Dollar	1.3269	1.2957
European Union	Euro	1.4856	1.5302
United Kingdom	Pound Sterling	1.6945	1.7299
Japan	Yen	0.0122	0.0117

2020 / 2019 PAYROLL DEDUCTIONS

		2020	2019
CPP	Max Pensionable Earnings	\$58,700.00	\$ 57,400.00
	Basic Annual Exemption	\$ 3,500.00	\$ 3,500.00
	Contribution Rate	5.25%	5.10%
	Max Employee Contribution	\$ 2,898.00	\$ 2,748.90
EI	Max Annual Insurance Earnings	\$54,200.00	\$ 53,100.00
	Premium Rate	1.58%	1.62%
	Max Employee Annual Premium	\$ 856.36	\$ 860.22

CORPORATE TAX RATES

Combined Federal and BC Rates for the year ended:	ACTIVE INCOME	NO SMALL BUSINESS DEDUCTION	NON-ACTIVE INVESTMENT
	UP TO \$500,000	INCOME	INCOME
	December 31, 2018.....	12.00	27.00
January 31, 2019.....	11.92	27.00	50.67
February 28, 2019.....	11.84	27.00	50.67
March 31, 2019.....	11.75	27.00	50.67
April 30, 2019.....	11.67	27.00	50.67
May 31, 2019.....	11.59	27.00	50.67
June 30, 2019.....	11.50	27.00	50.67
July 31, 2019.....	11.42	27.00	50.67
August 31, 2019.....	11.33	27.00	50.67
September 30, 2019...	11.25	27.00	50.67
October 31, 2019.....	11.17	27.00	50.67
November 30, 2019....	11.08	27.00	50.67
December 31, 2019....	11.00	27.00	50.67

PRESCRIBED INTEREST RATES

		RECEIVER GENERAL PAYMENTS		ALL OTHER PURPOSES
		TO	FROM	
2017 - ALL QTRS	5%	3%	1%	
2018 - Q1	5%	3%	1%	
2018 - Q2,Q3,Q4	6%	4%	2%	
2019 - ALL QTRS	6%	4%	2%	
2020 - Q1	6%	4%	2%	

GOODS & SERVICES / HARMONIZED SALES TAX RATES

15% HST in Nova Scotia, New Brunswick, Prince Edward Island, and Newfoundland & Labrador

13% HST in Ontario

5% GST in BC and all other provinces and the territories

Our Mission: We are committed to continually gaining a deeper insight and understanding of our clients and their needs. We are dedicated to supporting and assisting each of our clients achieve success in their business purposes. We strive to offer and deliver services of quality and excellence, services designed to enhance client performance and value.

Technology, compliance, and specialization create ongoing challenges for everyone in our profession worldwide. At EPR, we understand the tremendous resources necessary to maintain the highest possible standards of client service.

Our firm is member of AGN International, a global association of separate and independent accounting and advisory businesses.

AGN International is composed of 5 regions. Within each region and worldwide, member firms collaborate to meet clients' needs, and improve client service by understanding each other's markets and sharing experience and knowledge.

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Our Professional Services Include:

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Reviews
Compilations

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Personal Income Taxes
Trust & Estate Taxes
GST/HST/PST
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Business Valuation
Corporate Reorganizations
Business Succession
Financial Restructuring
Business Plans
Budget Preparation
Will and Estate Planning
Personal Tax Planning
Feasibility Studies
Acquisitions / Dispositions



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QUICK TAX
2020

2019 FEDERAL AND BRITISH COLUMBIA PERSONAL TAX CREDITS			
Amount of credits:	FEDERAL AMOUNT	TOTAL Fed/BC CREDIT	
Basic personal credit (\$10,682 BC)	\$12,069	\$2,351	
Age credit (Born 1954 or earlier; 65 and over)	1 7,494	1,367	
Spousal/Partner and eligible dependants credit	2 12,069	2,274	
Canada Caregiver credit	2,3 7,140	1,308	
Canada Caregiver credit - child under 18	3 2,230	335	
Canada employment amount (maximum)	4 1,222	183	
Pension income (maximum) (BC max = \$1,000)	4 2,000	351	
Disability credit	8,416	1,668	
Disability supplement - child under 18	5 4,909	4,674	
Credits as a percentage of:			
CPP contributions and EI premiums	6	20.06%	
Adoption expenses	7	20.06%	
Tuition and eligible student loan interest	8	20.06%	
Medical expenses (in excess of limitations)	9	20.06%	
Charitable donations - first \$200	10	20.06%	
- remainder		43.70%	

- The Age credit begins to reduce when the taxpayer's net income reaches \$37,790 / \$35,660 and is fully reduced at \$87,750 / \$67,600 (Federal / BC).
- The value of these tax credits is reduced whenever the dependant's income exceeds specific threshold amounts; the thresholds are \$0 / \$915 for Spouse or Common-Law Partner; and \$16,766 / \$15,820 for Canada Caregiver Credit.
- A credit up to a maximum of \$7,140 may be claimed for an infirm spouse, eligible dependant over 18, and certain adult relatives. The credit is limited to \$2,230 for infirm children under 18 years of age.
- Credits are the lesser of qualifying income amounts and Federal maximums.
- For taxpayers under the age of 18 at the end of the tax year, a disability supplement of \$4,909 / \$4,674 is available. The supplement is reduced by amounts claimed for medical expenses, child or attendant care.
- Canada Pension Plan contribution is 5.1% of pensionable earnings. Basic exemption of \$3,500; Maximum CPP pensionable earnings are \$57,400. EI contribution rate is 1.62%. Maximum insurable earnings are \$53,100.
- You may claim a credit for eligible adoption expenses related to the adoption of a child who is under the age of 18 up to a maximum of \$16,255.
- Tuition fees are transferable to eligible individuals. The maximum transfer is \$5,000 less the student's net income over \$12,069 / \$10,682. The student may carry forward unused amounts.
- Medical expenses are first reduced by \$2,352 / \$2,220 (Federal / BC) or 3% of Net Income, whichever is less, in order to calculate allowable amount.
- Charitable donations may not exceed 75% of net income except in the event of death (100%). Excess amounts may be carried forward for 5 years.
- The following amounts may be transferred from a spouse, to the extent that they are not needed to reduce his or her federal income tax to zero: age amount, pension income amount, disability amount,
- Canada workers benefit (CVWB) For Singles: Income below \$24,111; Max benefit (\$1,355) at \$12,820; For Family: Income below \$36,483. Max benefit (\$2,335) at \$17,025.
- OAS clawback begins at \$77,580 and is fully recovered at \$126,058. Split numbers represent Federal / BC amounts

EPR QUICK TAX

INDIVIDUAL MARGINAL RATES - 2019

TAXABLE INCOME	Dividends		
	Income	Eligible	Regular
\$ 12,070 - \$ 19,852	15.00%	0.00%	4.61%
\$ 19,853 - \$ 40,707	20.06%	0.00%	10.42%
\$ 40,708 - \$ 47,630	22.70%	0.00%	13.46%
\$ 47,631 - \$ 81,416	28.20%	1.63%	19.79%
\$ 81,417 - \$ 93,476	31.00%	5.49%	23.01%
\$ 93,477 - \$ 95,259	32.79%	7.96%	25.06%
\$ 95,260 - \$ 113,506	38.29%	15.55%	31.39%
\$ 113,507 - \$ 147,667	40.70%	18.88%	34.16%
\$147,668 - \$153,900	43.70%	23.02%	37.61%
\$153,901 - \$210,371	45.80%	25.92%	40.03%
\$ 210,372 AND OVER	49.80%	31.44%	44.63%

2019 TAXABLE INCOME WITH BASIC EXEMPTION

TAXABLE INCOME	TOTAL TAX	TAXABLE INCOME	TOTAL TAX	TAXABLE INCOME	TOTAL TAX
10,000	-	34,000	3,864	80,000	15,602
11,000	-	36,000	4,238	82,500	16,335
12,000	-	38,000	4,612	85,000	17,110
13,000	-	40,000	4,986	90,000	18,660
14,000	-	42,000	5,394	95,000	20,236
15,000	132	44,000	5,820	100,000	22,131
16,000	272	46,000	6,247	105,000	24,045
17,000	412	48,000	6,692	110,000	25,960
18,000	552	50,000	7,228	115,000	27,907
19,000	692	52,000	7,765	120,000	29,942
20,000	832	54,000	8,305	125,000	31,977
21,000	978	56,000	8,848	130,000	34,012
22,000	1,201	58,000	9,398	140,000	38,082
23,000	1,423	60,000	9,962	150,000	42,221
24,000	1,646	62,000	10,526	175,000	53,588
25,000	1,869	64,000	11,090	200,000	65,038
26,000	2,091	66,000	11,654	225,000	77,070
27,000	2,314	68,000	12,218	250,000	89,520
28,000	2,537	70,000	12,782	300,000	114,420
29,000	2,759	72,500	13,487	500,000	214,020
30,000	2,982	75,000	14,192	750,000	338,520
32,000	3,427	77,500	14,897	1,000,000	463,020

*Tax computations reflect general employment income with applicable credits for basic

DIVIDEND INCOME WITH DIVIDEND TAX CREDIT

DIVIDEND	REGULAR	ELIGIBLE	ACTUAL	REGULAR	ELIGIBLE
	DIVIDEND	DIVIDEND	DIVIDEND	DIVIDEND	DIVIDEND
20,000	-	-	100,000	16,193	7,765
30,000	778	-	125,000	24,734	11,251
40,000	1,961	-	150,000	34,414	14,840
50,000	3,851	-	200,000	55,214	28,825
60,000	5,830	1,554	250,000	77,530	44,543
70,000	7,810	3,280	500,000	189,108	123,135
80,000	10,085	4,775	750,000	300,687	201,727
90,000	13,018	6,270	1,000,000	412,265	280,318

* Tax calculations are based on applicable gross-up amounts and include basic exemption only.

2018/2019 CHANGES

Effective 2019

- the taxable benefit for personal use of an automobile where the employer pays the operating expenses will be \$0.28.
- the BC Education and Textbook Tax Credits have been eliminated.

Effective 2020

- the limit on tax exempt allowances will increase to \$0.59 for the first \$5,000 kilometres driven and \$0.53 for each additional kilometre (2019 \$0.58 and \$0.52).
- the CPP rate increased to 5.25% with the maximum pensionable earnings of \$58,700.
- the 2020 RRSP contribution limit of \$ 27,230 is reached with earned income of \$151,277 (2019 \$ 26,500 and \$ 147,222).
- the 2020 TFSA contribution limit is \$6,000. Any withdrawals made during the year are added back to contribution room in the following year.
- the Canada Training credit will provide a refundable tax credit up to \$250 per year for up to half the of cost of courses or training programs taken by eligible workers between 25 and 65.
- effective October 2020, the B.C. Child Opportunity Benefit will replace the B.C Early Childhood Tax Benefit. The new benefit will provide an income sensitive monthly payment to families with children up to the age of 18.

GOVERNMENT / CRA CONTACT

CRA - Individual Taxes	1-800-959-8281
CRA - Business Services	1-800-959-5525
HRDC - CPP/OAS/GIS	1-800-277-9914
PST Hotline	1-877-388-4440

PLANNING AND FILING DEADLINES IN 2020

February 28: Last day to issue T4's, T4A's and T5's.

March 2: Last day to make personal and spousal RRSP contributions applicable to the 2019 taxation year.

March 15, June 15, September 15 & December 15: Quarterly installments for taxpayers who are required to remit quarterly.

April 30: File Personal Income Tax Returns for 2019 and remit balance due, if any, to CRA.

June 15: Due date for Personal Tax Returns of individuals or spouses/common-law partners of individuals with self-employed business income. (Payment of tax balance still due by April 30).

December 31: Deadline for RRSP contributions in the year a taxpayer turns 71. This is also the deadline for converting RRSPs into RRIFs or Life Annuities in a taxpayer's 71st year.

RRIF MIN WITHDRAWAL RATES FOR AGE AT DEC 31

Age	%	Age	%	Age	%	Age	%	
71	5.28	77	6.17	83	7.71	89	10.99	
72	5.40	78	6.36	84	8.08	90	11.92	
73	5.53	79	6.58	85	8.51	91	13.06	
74	5.67	80	6.82	86	8.99	92	14.49	
75	5.82	81	7.08	87	9.55	93	16.34	
76	5.98	82	7.38	88	10.21	94	18.79	
* Under 71 + 1/(90-Age attained at beginning of year)							95+	20.00

The information in this booklet is general in nature; it discusses tax rates and planning matter in a broad sense. Consult your local EPR office in order to receive specific advice appropriate to your individual situation.