

### 2024 AUTOMOBILE DEDUCTION LIMITS

Effective January 1, 2024, the following passenger vehicle limits apply: Maximum cost for CCA purposes has increased to \$37,000 plus taxes for the majority of passenger vehicles, and remained at \$61,000 plus taxes for zero-emission passenger vehicles.

Ceiling on deductible leasing costs increased to \$1,050 plus taxes.

The limit on allowable interest deduction for amounts borrowed to purchase an automobile increased to \$350 per month.

The limit on tax-exempt kilometers allowances increased to \$0.70 for the first 5,000 kilometers driven and \$0.64 for each additional kilometer.

### 2023 / 2022 AVERAGE EXCHANGE RATES

COUNTRY	CURRENCY	2023	2022
United States	Dollar	1.3497	1.3013
European Union	Euro	1.4597	1.3696
United Kingdom	Pound Sterling	1.6784	1.6076
Japan	Yen	0.0096	0.0099

### 2024 / 2023 PAYROLL DEDUCTIONS

		2024	2023
<b>CPP</b>	Max Pensionable Earnings Tier 1	\$68,500.00	\$66,600.00
	Basic Annual Exemption	\$ 3,500.00	\$ 3,500.00
	Contribution Rate	5.95%	5.95%
	Max Employee Contribution (a)	\$ 3,867.50	\$ 3,754.45
<b>CPP2</b>	Max Pensionable Earnings Tier 2	\$73,200.00	
	Less Pensionable Earnings Tier 1	\$68,500.00	
	Contribution Rate	4.00%	
	Max Employee Contribution (b)	\$ 188.00	
	Total Employee Contribution (a+b)	\$ 4,055.50	
<b>EI</b>	Max Annual Insurance Earnings	\$63,200.00	\$61,500.00
	Premium Rate	1.66%	1.63%
	Max Employee Annual Premium	\$ 1,049.12	\$ 1,002.45

### CORPORATE TAX RATES

Combined Federal and BC Rates for the year ended:	ACTIVE INCOME		NO-SMALL BUSINESS DEDUCTION
	UP TO	DEDUCTION	NON-ACTIVE INVESTMENT INCOME
	\$500,000	INCOME	INCOME
December 31, 2023.....	11.00	27.00	50.67
2024 All Months	11.00	27.00	50.67

### PRESCRIBED INTEREST RATES

	RECEIVER GENERAL PAYMENTS		ALL OTHER PURPOSES
	TO	FROM	
	2021 ALL QTRS	5%	3%
2022 - Q1, Q2	5%	3%	1%
2022 - Q3	6%	4%	2%
2022 - Q4	7%	5%	3%
2023 - Q1	8%	6%	4%
2023 - Q2, Q3, Q4	9%	7%	5%
2024 - Q1	10%	8%	6%

### 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

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  - Accounting Standards for Not-for-Profit
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**QUICK TAX**  
**2024**

2023 FEDERAL AND BRITISH COLUMBIA PERSONAL TAX CREDITS			
Amount of credits:	FEDERAL AMOUNT	TOTAL Fed/BC CREDIT	
Basic personal credit (\$11,981 BC)	1 \$15,000	2,856	
Age credit (Born 1958 or earlier; 65 and over)	2 8,396	1,531	
Spousal/Partner and eligible dependants credit	3 15,000	2,769	
Canada Caregiver credit	3,4 7,999	1,465	
Canada Caregiver credit - child under 18	4 2,499	375	
Canada employment amount (maximum)	5 1,368	205	
Pension income (maximum) (BC max = \$1,000)	5 2,000	351	
Disability credit	9,428	1,869	
Disability supplement - child under 18	6 5,500	1,090	
<b>Credits as a percentage of:</b>			
CPP contributions and EI premiums	7	20.06%	
Adoption expenses	8	20.06%	
Tuition and eligible student loan interest	9	20.06%	
Medical expenses (in excess of limitations)	10	20.06%	
Charitable donations - first \$200	11	20.06%	
- remainder		45.80%	

- The federal basic personal amount is gradually reduced when the taxpayer's net income reaches \$165,430 and is fully reduced to \$13,521 when net income exceeds \$235,675.
- The Age credit begins to reduce when the taxpayer's net income reaches \$42,335 / \$39,994 and is fully eliminated at \$98,309 / \$75,815 (Federal / BC).
- The value of these tax credits is reduced whenever the dependant's income exceeds specific threshold amounts; the thresholds are \$0 / \$1,026 for Spouse or Common-Law Partner; and \$18,783 / \$17,742 for Canada Caregiver Credit.
- A credit up to a maximum of \$7,999 may be claimed for an infirm spouse, eligible dependant over 18, and certain adult relatives. The credit is limited to \$2,499 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 \$5,500 / \$5,242 is available. Supplements are reduced by amounts claimed for medical expenses, child or attendant care.
- Canada Pension Plan contribution is 5.95% of pensionable earnings. Basic exemption-\$3,500; Max CPP pensionable earnings are \$66,600. EI contribution rate is 1.63%. Max. insurable earnings are \$61,500.
- 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 \$18,210.
- Tuition fees are transferable to eligible individuals. The maximum transfer is \$5,000 less the student's net income over \$15,000 / \$11,981. The student may carry forward unused amounts.
- Medical expenses are first reduced by \$2,635 / \$2,491 or 3% of Net Income, whichever is less.
- 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 caregiver amount
- Canada workers benefit (CWB) For Singles: Income below \$33,015; Max benefit (\$1,428) at \$23,495; For Family: Income below \$43,212. Max benefit (\$2,461) at \$26,805.
- OAS claw back begins at \$86,912 and is fully eliminated at \$142,609 (Age 65 to 74) or \$148,179 (Age 75 and over).

Split numbers represent Federal / BC amounts

## Empire<sup>CPA</sup> QUICK TAX

### INDIVIDUAL MARGINAL RATES - 2023

TAXABLE INCOME	Income	Eligible	Dividends Regular
\$ 15,001 - \$ 22,777	15.00%	0.00%	4.61%
\$ 22,278 - \$ 45,654	20.06%	0.00%	10.42%
\$ 45,655 - \$ 53,359	22.70%	0.00%	13.46%
\$ 53,360 - \$91,310	28.20%	1.63%	19.79%
\$ 91,311 - \$ 104,835	31.00%	5.49%	23.01%
\$ 104,836 - \$106,717	32.79%	7.96%	25.06%
\$ 106,718 - \$ 127,299	38.29%	15.55%	31.39%
\$ 127,300 - \$ 165,430	40.70%	18.88%	34.16%
\$ 165,431 - \$ 172,602	44.08%	23.02%	37.61%
\$ 172,603 - \$ 235,675	45.80%	25.92%	40.03%
\$ 235,676 - \$ 240,716	49.80%	31.44%	44.63%
\$ 240,717 AND OVER	53.50%	36.54%	48.88%

\* marginal rates adjusted to reflect reduction of enhanced federal personal amount

### 2023 TAXABLE INCOME WITH BASIC EXEMPTION

TAXABLE INCOME	TOTAL TAX	TAXABLE INCOME	TOTAL TAX	TAXABLE INCOME	TOTAL TAX
10,000	-	34,000	3,138	80,000	14,353
11,000	-	36,000	3,579	82,500	15,058
12,000	-	38,000	4,021	85,000	15,763
13,000	-	40,000	4,396	90,000	17,173
14,000	-	42,000	4,767	95,000	18,669
15,000	-	44,000	5,138	100,000	20,219
16,000	-	46,000	5,508	105,000	21,769
17,000	-	48,000	5,929	110,000	23,546
18,000	53	50,000	6,352	115,000	25,460
19,000	210	52,000	6,775	120,000	27,375
20,000	349	54,000	7,206	125,000	29,289
21,000	487	56,000	7,738	130,000	31,254
22,000	626	58,000	8,270	140,000	35,324
23,000	765	60,000	8,802	150,000	39,394
24,000	932	62,000	9,336	175,000	49,902
25,000	1,152	64,000	9,874	200,000	61,431
26,000	1,373	66,000	10,413	225,000	72,960
27,000	1,594	68,000	10,969	250,000	85,314
28,000	1,814	70,000	11,533	300,000	112,064
29,000	2,035	72,500	12,238	500,000	219,064
30,000	2,256	75,000	12,943	750,000	352,814
32,000	2,697	77,500	13,648	1,000,000	486,564

\* Tax computations reflect general employment income with applicable credits for basic personal exemption, Canada employment amount, CPP and EI credits. Other credits may apply.

### DIVIDEND INCOME WITH DIVIDEND TAX CREDIT

DIVIDEND	REGULAR DIVIDEND	ELIGIBLE DIVIDEND	ACTUAL DIVIDEND	REGULAR DIVIDEND	ELIGIBLE DIVIDEND
20,000	-	-	100,000	14,096	7,644
30,000	346	-	125,000	22,341	11,332
40,000	1,325	-	150,000	31,117	14,829
50,000	2,900	-	200,000	51,312	26,019
60,000	4,879	1,003	250,000	75,150	44,291
70,000	6,858	2,972	500,000	197,366	135,647
80,000	8,856	4,654	750,000	319,582	227,004
90,000	11,157	6,149	1,000,000	441,798	318,361

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

## 2023/2024 CHANGES

### Effective 2024

- The 2024 RRSP contribution limit of \$ 31,560 reached with earned income of \$ 175,333 (2023 \$ 30,780 and \$ 171,000).
- The 2024 TFSA contribution limit increased to \$7,000 (2023 \$6,500). Any withdrawals made during the year are added back to contribution room in the following year.
- As of January 1, 2024, a second limit for CPP will be introduced increasing earnings to \$73,200 with an additional maximum contribution of \$188 each for employee and employer.
- The CPP rate remains at 5.95% with the maximum pensionable earnings of \$68,500 (2023 \$66,600).
- The taxable benefit for personal use of an automobile where the employer pays the operating expenses will remain at \$0.33.

### Effective 2023

- The Multigenerational Home Renovation Tax Credit was introduced for a 15% credit on eligible renovation expenses up to \$50,000 to create a secondary dwelling for family members.
- The First Home Savings Account (FHSA) has been introduced that allows for qualifying first time home buyers the ability to contribute up to \$8,000/year (\$40,000 total). Contributions will be deductible against taxable income in the year of contribution. The FHSA must be closed after 15 years or by the end of the year that a taxpayer turns 71 – whichever comes first.

## 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 2024

**Feb 29:** Last day to issue T4's, T4A's and T5's.

**Feb 29:** Last day to make personal and spousal RRSP contributions applicable to the 2023 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 2023 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 RRI's or Life Annuities in a taxpayer's 71<sup>st</sup> 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