

## 2006-2007 TAX FACTS FOR ONTARIO RESIDENTS

### TAX RATES ON ACTIVE CORPORATE INCOME FOR 2006 AND 2007

CCPC Active Income	2007	2006
\$ 0—\$ 300,000	18.62%	18.62%
\$300,001—\$ 400,000	18.62%	27.62%
\$400,001—\$1,128,520	40.79%	40.79%
> \$1,128,520	36.12%	36.12%
<b>CCPC Investment Income</b>	<b>2007</b>	<b>2006</b>
Other	49.79%	49.79%
Capital Gains	24.90%	24.90%

### RRSP LIMITS

Year	RRSP Deduction Limit	Prior Year Earned Income Required to Maximize RRSP
2006	\$ 18,000	\$ 100,000
2007	\$ 19,000	\$ 106,000
2008	\$ 20,000	\$ 111,111

### PERSONAL TAX BRACKETS FOR SALARY AND DIVIDENDS IN 2007

Taxable Income	Marginal Tax Rate On Salary	Marginal Tax Rate on Private Company Dividends	Marginal Tax Rate on Public Company Dividends (see Note)
\$ 1—\$ 8,930	0.00%	0.00%	0.00%
\$ 8,931—\$ 35,488	21.55%	3.86%	0.00%
\$35,489—\$ 37,178	24.65%	7.73%	0.00%
\$37,179—\$ 62,487	31.15%	15.86%	7.95%
\$62,488—\$ 70,976	32.98%	16.86%	8.66%
\$70,977—\$ 73,622	35.39%	19.88%	12.16%
\$73,623—\$ 74,357	39.41%	22.59%	14.99%
\$74,358—\$120,887	43.41%	27.59%	20.29%
> \$120,887	46.41%	31.34%	24.64%

(Note: Includes Dividends from CCPC's from income in excess of business limit)

### CPP & EI LIMITS

Year	CPP Limit	Maximum Pensionable Earnings	EI—Employee Limit	EI—Employer Limit	EI—Maximum Insurable Earnings
2006	\$ 1,910.70	\$ 42,100	\$ 729.30	\$ 1,021.02	\$ 39,000
2007	\$ 1,989.90	\$ 43,700	\$ 720.00	\$ 1,008.00	\$ 40,000

Note: Employer and employees pay the same CPP amount.

### PRESCRIBED INTEREST RATES

(Note: These rates are for shareholder loans—refunds add 2%, overdue balances add 4%)

Quarter	2007	2006
1st quarter	5%	3%
2nd quarter	5%	4%
3rd quarter	5%	4%
4th quarter	5%	5%

### ONTARIO HEALTH PREMIUM RATES

Taxable Income threshold level	Phase-in Rate	Total premium for threshold	Cumulative premium
\$ 0—\$ 20,000	0%	\$ 0	\$ 0
\$ 20,001—\$ 25,000	6%	\$ 300	\$ 300
\$ 36,000—\$ 38,500	6%	\$ 150	\$ 450
\$ 48,000—\$ 48,600	25%	\$ 150	\$ 600
\$ 72,000—\$ 72,600	25%	\$ 150	\$ 750
\$200,000—\$200,600	25%	\$ 150	\$ 900

Note: No additional premium is payable for amounts in between the threshold levels (e.g., income between \$25,001-\$35,999 attracts no additional premium).

### WORKPLACE SAFETY & INSURANCE BOARD (WSIB)

	2007	2006
Annual Max Earnings Ceiling	\$71,800	\$ 69,400

### AUTOMOBILE AMOUNTS

Claim Description	2007	2006
Tax-exempt car reimbursements		
—first 5,000 km	50 cents/km	50 cents/km
—after 5,000 km	44 cents/km	44 cents/km
CCA threshold—Class 10.1	\$30,000	\$30,000
Interest expense limit	\$300/month	\$300/month
Leasing limit per month	\$800/mo+taxes	\$800/mo+taxes
Operating expense benefit re: standby charge	22 cents/km	22 cents/km

### CLAWBACK OF OLD AGE SECURITY

Year	OAS Benefit	Start of Clawback @ 15% if income is greater than	OAS fully clawed back when income is greater than
2006	\$ 5,846	\$ 62,144	\$ 101,119

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