

**1. TAX RULES = CASH**

**2. (a) TAX-FREE INCOME – TFSAs – P.R.E.**

**(b) LOW-TAXED INCOME - dividends, capital gains**

**(c) DEFERRED - RRSPPs, BRICK DEPRECIATION**

**2016 TAX RATES & BRACKETS**

	FEDERAL	ONTARIO	APPROXIMATE COMBINED RATE
1.	To \$45,200	15%	To \$41,500 5.05% 20%
2.	To \$90,563	22%	To \$83,000 9.15% 33.3%
3.	To \$140,388	26%	To \$150,000 11.16% 43%
4.	To \$200,000	29%	To \$220,000 12.16% 46%
5.	<u>Over \$200,000</u>	33%	Over \$220,000 13.16% 49% PLUS

**The new Federal tax rate of 33% started with the 2016 tax year.**

**The COMBINED FEDERAL/ONTARIO TAX WITH SURTAXES**

will be 20%; 33.3%; 43%; 46% and 49% PLUS

**ONTARIO previously added a 1% SURTAX at \$150,000 and a second 1% at \$220,000. ( Dalton McGuinty is an a..hole.)**