

## Tax Rates

### 2018 Federal & British Columbia Income Tax Rates for Canadian-Controlled Private Corporations

	Small Business Income up to \$500,000 (%)	General Active Business Income (%)	Investment Income (%)
General corporate rate	38.00	38.00	38.00
Less: Federal abatement	-10.00	-10.00	-10.00
	28.00	28.00 <sup>1</sup>	28.00
Rate reduction	-18.00	-13.00 <sup>1</sup>	0.00
Refundable additional tax	0.00	0.00	10.67
Federal rate	10.00 <sup>2</sup>	15.00	38.67
BC rate	2.00	12.00 <sup>3</sup>	12.00 <sup>3</sup>
Combined Federal/BC rate	12.00	27.00	50.67
Refundable portion	0.00	0.00	30.67

1. Personal Service Business (PSB) income is not eligible for the 13% rate reduction and is subject to an additional 5% federal tax. PSB income is taxed at a combined rate of 45% (33% federal plus 12% BC).

2. The federal rate for small business income is reduced from 10.5% to 10% effective January 1, 2018.

3. The BC general income tax rate increased from 11% to 12% effective January 1, 2018.

### 2018 Federal & British Columbia Income Tax Rates for Non-Canadian-Controlled Private Corporations

	General M&P Income (%)	General Active Business Income (%)	Investment Income (%)
General corporate rate	38.00	38.00	38.00
Less: Federal abatement	-10.00	-10.00	-10.00
	28.00	28.00	28.00
Rate reduction	-13.00	-13.00	-13.00
Federal rate	15.00	15.00	15.00
BC rate	12.00	12.00	12.00
Combined Federal/BC rate	27.00	27.00	27.00

### 2018 Automobile Deductions and Benefits

Maximum cost for CCA purposes	\$ 30,000	+ GST & PST
Maximum deductible monthly lease payment	\$ 800	+ GST & PST
Monthly interest limit	\$ 300	
Maximum deductible automobile allowance	55¢	First 5,000 km
Maximum deductible automobile allowance	49¢	Additional km
Operating cost benefit per km of personal use	26¢	General
Operating cost benefit per km of personal use	23¢	Auto sales