

# Quebec

Published by Sun Life - financial planning advice tailored to your needs. Delivering the knowledge, experience, and advanced planning to help Canadians achieve lifetime financial security and live healthier lives.

## Combined Federal & Provincial personal marginal tax rates

Taxable Income <sup>1</sup>	Ordinary Income	Gross Capital Gains <sup>2</sup>	Eligible Dividends <sup>3/4</sup>	Non-eligible Dividends <sup>4</sup>
\$0 to \$15,705 <sup>5</sup>	0.00%	0.00%	0.00%	0.00%
\$15,706 to \$18,056	12.53%	6.26%	0.00%	5.73%
\$18,057 to \$51,780	26.53%	13.26%	3.17%	17.90%
\$51,781 to \$55,867	31.53%	15.76%	10.07%	23.65%
\$55,868 to \$103,545	36.12%	18.06%	16.39%	28.93%
\$103,546 to \$111,733	41.12%	20.56%	23.29%	34.68%
\$111,734 to \$126,000	45.71%	22.86%	29.63%	39.96%
\$126,001 to \$173,205	47.46%	23.73%	32.04%	41.97%
\$173,206 to \$246,752	50.23%	25.11%	35.86%	45.16%
\$246,753 and up	53.31%	26.65% / 35.54%	40.11%	48.70%

<sup>1</sup> Marginal tax rate for dividends is a % of actual dividends received (not grossed-up amount).

<sup>2</sup> Marginal tax rate for capital gains is a % of total capital gains (not taxable capital gains). The lower tax rate applies to all capital gains realized prior to June 25, 2024 and the first \$250,000 of capital gains realized on or after June 25, 2024 (50% inclusion rate). The higher tax rate applies to capital gains above \$250,000 realized on or after June 25, 2024 (66 2/3% inclusion rate).

<sup>3</sup> Paid by public corporations or CCPCs out of business income taxed at the general corporate tax rate

<sup>4</sup> Where dividend tax credits exceed the tax otherwise payable on the dividends provincially or federally, rates do not reflect the excess credit that would be available to offset tax payable on other sources of income.

<sup>5</sup> The federal basic personal amount of \$14,156 is increased to \$15,705 for those with income below \$173,205. It is incrementally reduced for income between \$173,205 and \$246,752 with complete clawback for income over \$246,752. The above tax rates include this additional basic personal amount and clawback. Tax rates include the federal abatement of 16.5%

## Corporate tax rates<sup>6</sup>

	General	Small Business (CCPC)	Business Limit	Investment Income	Canadian Dividends	Gross Capital Gains
Federal	15.00%	9.00%	\$500,000	38.67%	38.33%	19.34% / 25.78%
Quebec	11.50%	3.20%	\$500,000	11.50%		5.75% / 7.67%
Combined	26.50%	12.20%**		50.17%	38.33%	25.09% / 33.45%

<sup>6</sup>The general corporate tax rate applies to active business income in excess of the business limit. Investment income includes interest, rent, royalties, and dividends (other than taxable Canadian dividends). The lower capital gains tax rate applies to all capital gains realized prior to June 25, 2024 (50% inclusion rate). The higher capital gains tax rate applies to all capital gains realized on or after June 25, 2024 (66 2/3% inclusion rate).

\*\*The combined tax rate of 12.2% on active income under \$500,000 requires more than 5,500 of employee hours annually. Companies with less than 5,500 employee hours have a combined tax rate of 20.5% on income under \$500,000.

## Verification of will through probate

Type of will	Court fee
Notarial wills	No probate required
Holograph or will made before witnesses	\$ 230

## Quebec Pension Plan

Contribution limits	
Maximum pensionable earnings (YMPE)	\$68,500
Earnings exempt from deductions	\$3,500
Maximum employee/er contributions (6.40%)	\$4,160
Maximum self-employed contributions (12.80%)	\$8,320
Additional maximum pensionable earnings (YAMPE)	\$73,200
Additional employee/er contributions (4.00%)	\$188
Additional self-employed contributions (8.00%)	\$376
Death benefit	
Lump sum maximum	\$2,500
Retirement benefits (maximum) <sup>7</sup>	
Age 72 (deferral bonus of 0.7%/month)	\$2,166.98
Age 65	\$1,364.60
Age 60 (early reduction of 0.6%/month)	\$873.34
Survivor Pension (maximum)	
Under age 45, not disabled, without dependent children	\$668.91
Under age 45, not disabled, with dependent children	\$1,061.12
Between age 45 and 65/Under 45, disabled	\$1,102.80
Age 65 and over	\$822.14
<sup>7</sup> The QPP enhancement is reflected in the maximum benefit amounts as of January 2024. QPP maximums increase monthly as a result of the enhancement.	
Old Age Security <sup>8</sup>	
OAS benefits (Maximum January to March)	
Age 70 (deferral bonus of 0.6%/month)	\$970.14
Age 65-74	\$713.34
Age 75+ (additional 10%)	\$784.67
OAS clawback (January to March)	
Clawback starts at	\$90,997
Full clawback at (age 65 to 74)	\$148,065
Full clawback at (age 75+)	\$153,771

<sup>8</sup>OAS amounts increase quarterly based on changes in the Consumer Price Index.

## Registered plan limits<sup>9</sup>

Registered retirement savings plan (RRSP)	Maximum
18% of earned income up to \$175,333	\$31,560
Money purchase pension plan (MP)	
	Maximum
	\$32,490
Deferred profit-sharing plan (DPSP)	
	Maximum
½ of MP limit	\$16,245
Advanced life deferred annuity (ALDA)	
	Maximum
	\$170,000

<sup>9</sup> The RRSP limit creates deduction room for the next year. The RRSP deduction limit created in 2023 for 2024 deduction purposes was \$30,780. MP and DPSP limits create a pension adjustment for the current year.

## Withholding tax rates for RRSP and RRIF withdrawals<sup>10</sup>

Amount	All provinces (excluding Quebec)	Quebec
Up to \$5,000.00	10%	19%
\$5,000.01 to \$15,000	20%	24%
Above \$15,000.00	30%	29%

<sup>10</sup> Rates apply to RRIF withdrawals in excess of RRIF minimums. There is no withholding tax on RRIF minimum amounts.

## Tax-free savings account (TFSA)

	Maximum
2024 annual contribution	\$7,000
2023 annual contribution	\$6,500
Cumulative contribution room <sup>11</sup>	\$95,000

<sup>11</sup> Assuming taxpayer has been a resident of Canada and 18 years or older since 2009.

## Lifetime Capital Gains Exemption

Cumulative lifetime limit	
Qualified Small Business Corporation shares and Qualified Farm or Fishing Property before June 25, 2024	\$1,016,836
Qualified Small Business Corporation shares and Qualified Farm or Fishing Property on or after June 25, 2024	\$1,250,000

