

The war income tax was introduced into Canada in 1917. Under the Income War Tax Act, the returns of the incomes of individuals and corporations are filed in the year following the earning of the incomes. Further, since the fiscal year ends on Mar. 31, the bulk of the receipts from the income tax usually comes in during the first two or three months of the next following fiscal year. Thus the income tax received in the fiscal year ended Mar. 31, 1932, represents, in the main, income tax collected on 1930 income and the income tax collected in the fiscal year ended 1931 represents in the main 1929 income. It is important that these facts should be kept in mind when considering income assessed in different years. Further, the particular provisions of the income tax existing at any particular time and the amendments extending or contracting the scope of the income tax by raising or lowering the limit of taxable income or increasing or lowering the allowances for children, etc., should also be borne in mind in the consideration of the following tables. Among these, Table 38 gives the grand total income of individuals and corporations assessed for the purpose of income war tax for the last twelve years, while Table 39 gives this income by provinces for the last five years and Table 40 shows the amount of income tax collected by provinces in the last five years. Tables 41 and 42 analyse the payments of income tax in the last four years by size of income class and by occupation of the taxpayer, respectively.

38.—Amounts of Income Assessed for the Purposes of the Income War Tax, by Individuals and Corporations, fiscal years ended Mar. 31, 1921-32.

Fiscal Year.	Individuals.		Corporations.		Total Amount.
	No.	Amount	No.	Amount.	
1921.....	190,561	\$ -	3,696	\$ -	912,410,429
1922.....	290,584	1,058,577,617	8,286	403,951,553	1,462,529,170
1923.....	251,182	823,100,878	6,010	269,307,047	1,092,407,925
1924.....	239,086	802,617,497	5,569	305,410,374	1,108,027,871
1925.....	225,514	701,892,820	6,236	297,267,428	999,160,248
1926.....	209,539	697,016,973	5,738	306,093,673	1,003,110,646
1927.....	116,029	465,689,900	5,777	278,494,991	744,184,891 ¹
1928.....	122,026	604,736,116	6,121	435,496,832	1,040,232,948
1929.....	129,663	668,687,526	7,438	526,714,731	1,195,402,267
1930.....	142,154	781,174,030	7,957	544,019,414	1,325,193,444
1931.....	143,601	815,714,694	7,603	555,763,956	1,371,478,640
1932.....	133,621	660,107,257	6,010	332,498,963	992,606,220

¹In 1927 the exemption limit was raised from \$2,000 to \$3,000 for married, and from \$1,000 to \$1,500 for single persons.

39.—Amounts of Income Assessed for the Purposes of the Income War Tax, by Provinces, fiscal years ended Mar. 31, 1928-32.

Province.	Amounts of Income Assessed.				
	1928.	1929.	1930.	1931.	1932.
	\$	\$	\$	\$	\$
Prince Edward Island.....	1,906,145	2,201,506	2,293,916	2,238,000	1,981,321
Nova Scotia.....	19,187,670	20,418,952	20,182,735	22,954,032	22,748,690
New Brunswick.....	15,855,847	16,638,582	16,743,421	17,441,133	15,941,318
Quebec.....	247,108,323	342,206,962	402,108,906	374,809,266	234,313,011
Ontario.....	501,698,431	554,038,353	599,709,588	634,211,212	508,414,892
Manitoba.....	78,008,012	69,131,365	83,650,145	84,061,015	56,619,647
Saskatchewan.....	39,130,763	45,770,128	42,729,044	38,709,748	24,279,759
Alberta.....	37,164,202	37,692,873	47,251,766	79,989,021	45,115,980
British Columbia.....	103,587,321	106,218,237	109,387,418	115,849,322	82,033,481
Yukon.....	1,586,234	1,085,310	1,146,505	1,115,781	1,158,321
Totals.....	1,840,232,948	1,195,402,266	1,325,193,444	1,371,478,640	992,606,220