

No duty is payable on estates not exceeding \$5,000 in aggregate value, nor on estates not exceeding \$50,000 devised to persons in Class (1), nor on those not exceeding \$10,000 devised to persons in Class (2).

Where any person in Class (3) was in the employ of the deceased for at least five years immediately prior to his death, no duty is payable with respect to any benefits which such person derived from the deceased where the total value of such benefits is not in excess of \$1,000. Such benefits, while exempt are, nevertheless, taken as a factor in fixing the rates applicable to the dutiable portions of the estate.

Bequests for religious or educational purposes to any religious or educational organization which carries on its work solely in Canada, and bequests for charitable purposes to any charitable organization which carries on its work solely in Ontario, are exempt from duty and are ignored altogether in the computation of duty on the portions of the estate that are not exempt. The same rule applies to bequests to the Canadian National Institute for the Blind, the Canadian Red Cross Society and other approved patriotic organizations.

## 26.—The Incidence of Federal and Ontario Succession Duties on Typical Estates

Class	Aggregate Net Value	Federal Duty <sup>1</sup>			Provincial Duty			Combined Duties <sup>2</sup>
		Dutiable Value	Rate	Duty	Dutiable Value	Rate	Duty	
	\$	\$	p.c.	\$	\$	p.c.	\$	\$
A. Widow only.....	20,000	—	—	—	—	—	—	—
	25,000	—	—	—	—	—	—	—
	50,000	—	—	—	—	—	—	—
	60,000	40,000	10.60	4,240	60,000	4.60	3,174 <sup>3</sup>	5,294
	100,000	80,000	14.70	11,760	100,000	7.50	8,625 <sup>3</sup>	14,595
	300,000	280,000	26.70	74,760	300,000	10.00	34,500 <sup>3</sup>	71,760
	500,000	480,000	32.70	156,960	500,000	12.50	71,875 <sup>3</sup>	156,960
1,000,000	980,000	38.70	379,260	1,000,000	18.00	207,000 <sup>3</sup>	396,630	
B. Only child over 25 years.....	20,000	—	—	—	—	—	—	—
	25,000	—	—	—	—	—	—	—
	50,000	—	—	—	50,000	2.50	1,438 <sup>3</sup>	1,438
	60,000	60,000	11.90	7,140	60,000	4.60	3,174 <sup>3</sup>	7,140
	100,000	100,000	16.70	16,700	100,000	7.50	8,625 <sup>3</sup>	16,975
	300,000	300,000	28.70	86,100	300,000	10.00	34,500 <sup>3</sup>	86,100
	500,000	500,000	34.70	173,500	500,000	12.50	71,875 <sup>3</sup>	173,500
1,000,000	1,000,000	40.70	407,000	1,000,000	18.00	207,000 <sup>3</sup>	410,500	
C. Brother or sister...	20,000	—	—	—	20,000	8.60	2,064 <sup>4</sup>	2,064
	25,000	—	—	—	25,000	9.15	2,745 <sup>4</sup>	2,745
	50,000	—	—	—	50,000	11.90	7,140 <sup>4</sup>	7,140
	60,000	60,000	13.90	8,340	60,000	13.00	9,360 <sup>4</sup>	13,530
	100,000	100,000	18.70	18,700	100,000	15.20	18,240 <sup>4</sup>	27,590
	300,000	300,000	30.70	92,100	300,000	18.00	61,800 <sup>4</sup>	110,550
	500,000	500,000	36.70	183,500	500,000	20.50	123,000 <sup>4</sup>	214,750
1,000,000	1,000,000	42.70	427,000	1,000,000	26.00	312,000 <sup>4</sup>	525,500	
D. Stranger.....	20,000	—	—	—	20,000	13.10	3,275 <sup>4</sup>	3,275
	25,000	—	—	—	25,000	13.40	4,188 <sup>4</sup>	4,188
	50,000	—	—	—	50,000	15.00	9,375 <sup>4</sup>	9,375
	60,000	60,000	15.90	9,540	60,000	15.50	11,625 <sup>4</sup>	16,395
	100,000	100,000	20.70	20,700	100,000	17.50	21,875 <sup>4</sup>	32,225
	300,000	300,000	32.70	98,100	300,000	22.50	84,375 <sup>4</sup>	133,425
	500,000	500,000	38.70	193,500	500,000	27.50	171,875 <sup>4</sup>	268,625
1,000,000	1,000,000	44.70	447,000	1,000,000	35.00	437,500 <sup>4</sup>	661,000	

<sup>1</sup> The rates of federal duty shown are those actually applied but a credit may be made to the taxpayer up to one-half of this amount on account of duty paid to the Province, see p. 1080. <sup>2</sup> After deduction of credit on federal duty but inclusive of surtax on provincial duty. <sup>3</sup> Includes a surtax of 15 p.c.

<sup>4</sup> Includes a surtax of 20 p.c.

<sup>5</sup> Includes a surtax of 25 p.c.