

## 22.15 Personal income tax payable on various levels of income, 1979 (dollars) (concluded)

Status	Income <sup>1</sup>	Federal income tax <sup>2</sup>	Provincial income tax <sup>3</sup>
Married taxpayer — no children	5,000	—	—
	8,000	118	140
	10,000	447	285
	15,000	1,364	688
	20,000	2,413	1,167
	50,000	11,413	5,242
Married taxpayer — two children under age 16	100,000	30,295	13,550
	5,000	—436	—
	8,000	—406	101
	10,000	—82	244
	15,000	819	640
	20,000	1,868	1,114
	50,000	11,226	5,159
	100,000	30,092	13,460

<sup>1</sup>The taxpayer is assumed to be under age 65 and to receive wage or salary income. Family allowances, at 1979 rates, are added to income where applicable. The taxpayer is assumed to take the standard deduction of \$100 in respect of medical expenses and charitable contributions. In addition to personal exemptions, the employment expense deduction of 3% of wage and salary income to a maximum of \$500, and social security contributions, calculated at 1979 rates, are deducted from income in computing taxable income.

<sup>2</sup>Federal income tax includes the tax cut of 9%, minimum \$200, maximum \$500, as well as the refundable child tax credit (\$218) per dependent child under age 18. The tax calculations represent the income tax provisions as of January 1979.

<sup>3</sup>Provincial income tax is calculated at the standard rate of 44% of federal basic tax. No account is taken of the various provincial tax reductions or credits.

## 22.16 Special excise tax rates as at Dec. 31, 1978

Item	Tax
Cigarettes	3¢ per 5 cigs.
Cigars	20½% ad valorem
Pipe tobacco, cut tobacco, snuff	90¢ per lb.
Jewellery, including articles of ivory, amber, shell, precious or semi-precious stones, clocks and 'watches', goldsmiths' and silversmiths' products, except gold-plated or silver-plated ware for the preparation or serving of food or drink	10% ad valorem
Lighters	10¢ per lighter
Playing cards	20¢ per pack
Slot machines — coin, disc or token-operated games or amusement devices	10% ad valorem
Matches	10% ad valorem
Tobacco, pipes, cigar and cigarette holders and cigarette rolling devices	10% ad valorem
Wines <sup>1</sup>	
Wines of all kinds containing not more than 7% absolute alcohol by volume	25¢ per gal
Non-sparkling wines containing more than 7% absolute alcohol by volume but not more than 40% proof spirit	50¢ per gal
Sparkling wines	\$2.50 per gal
Wines (additional excise taxes) <sup>2</sup>	
Wines of all kinds containing not more than 7% absolute alcohol by volume	2½¢ per gal
Wines of all kinds containing more than 7% absolute alcohol by volume	5¢ per gal
Insurance premiums paid to British or foreign companies not authorized to transact business in Canada or to non-resident agents of authorized British or foreign companies	10% of net premium for property surety, fidelity and liability insurance. (Most other kinds of insurance are exempt.)
Air transportation tax on tickets purchased in or outside of Canada for transportation of persons	
(a) in the taxation area <sup>4</sup> (including travel in Canada)	8% ad valorem, maximum \$8
(b) beginning in Canada and ending outside the taxation area	\$8 <sup>5</sup>
Automobiles, station wagons and vans designed for use as passenger vehicles <sup>6</sup>	\$30 for the first 100 lb. in excess of the weight limit <sup>7</sup> \$40 for the second 100 lb. in excess of the weight limit \$50 for the third 100 lb. in excess of the weight limit \$60 for each additional 100 lb. in excess of the weight limit 1.5¢ per litre <sup>8</sup>
Gasoline for personal use	
Air conditioners designed for use in automobiles, station wagons, vans or trucks	\$100 per unit

Almost all of the foregoing items, except insurance premiums and air transportation, are also subject to the general sales tax. Alcohol and tobacco products are subject to additional taxes under the Excise Act (referred to as excise duties).

<sup>1</sup>Special excise tax only applies on the amount by which the sale price or the duty-paid value of the clock or watch exceeds \$50.

<sup>2</sup>These taxes apply only to wines manufactured in Canada. The customs tariff on wines includes a levy on imported wines to correspond to the taxes on domestic production.

<sup>3</sup>These taxes apply to both domestic and imported wines.

<sup>4</sup>Includes Canada, the islands of St. Pierre and Miquelon, and the US except Hawaii.

<sup>5</sup>Reduced to \$4 for a child under 12 travelling at a fare of 50% or more below the applicable fare; nil if the fare is 90% below the applicable fare.

<sup>6</sup>Excludes ambulances, hearses, vehicles for police or firefighting.

<sup>7</sup>The weight limit is 4,425 lb. for automobiles and 5,000 lb. for station wagons and vans.

<sup>8</sup>Reduced from 10¢ to 7¢ a gallon effective Aug. 25, 1978; the rate was converted to metric equivalent effective Jan. 1, 1979.