

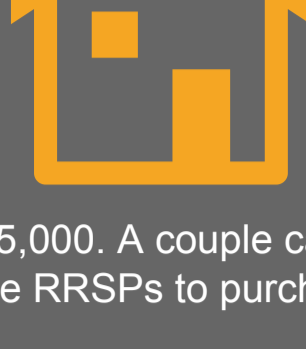


FEDERAL BUDGET TAX HIGHLIGHTS

2019

The eligible amount permitted to be withdrawn from an individual's RRSP* under the

HOME BUYER'S PLAN



increases from \$25,000 to \$35,000. A couple can withdraw up to \$70,000 from their collective RRSPs to purchase a first-time home.

*Registered Retirement Savings Plan

Budget 2019 is proposing to move forward on implementing a **NATIONAL PHARMACARE STRATEGY.**

LOWER DRUG COSTS



IMPROVE DRUG COVERAGE



100% CCA*

FOR ZERO-EMISSION VEHICLES

Zero-emission vehicles used for business are now eligible for 100% write off in the year acquired.

*Capital Cost Allowance



\$5,000 REBATE

New Federal purchase incentive up to \$5,000 on the purchase of electric battery or hydrogen fuel-cell vehicles costing less than **\$45,000.**

A notional account will be maintained by the Canada Revenue Agency for working individuals to address barriers to professional development. Up to a maximum of \$5,000 can be accumulated in this notional account over an individual's lifetime which can be used to offset up to 50% of eligible



TUITION FEES.

To qualify, an individual must be between the ages of 25 and 65 and have earnings between \$10,000 and \$147,667.

Supplies and imports of

HUMAN OVA AND IN VITRO EMBRYOS

will now be zero-rated for HST purposes.



A CONNECTED CANADA



Access to high-speed internet for all Canadians

Fast and reliable internet access to rural, remote and Northern communities.

CULTURAL PROPERTY

Measures with respect to

will be relaxed.



No longer will there be a requirement for a property to be of "national importance" in order to qualify for the preferential tax treatment.

SUPPORT FOR CANADIAN JOURNALISM



Certain journalistic non-profit organizations will be able to issue donation tax receipts.



Certain journalistic businesses will be eligible for a 25% refundable tax credit on labour costs.



Individuals will be eligible for a personal tax credit for digital news subscriptions.

(Savings of \$75)



Eligibility of 35% refundable

SR&ED* CREDIT

will no longer be clawed back when taxable income exceeds \$500,000 and taxable capital of the associated group of companies does not exceed \$10 million.

*Scientific Research and Experimental Development

Proposed limits on preferential

TAX TREATMENT OF STOCK OPTIONS

of large, long-established, mature companies.

There will be an annual \$200,000 cap on stock option grants eligible for the 50% stock option benefit deduction. Details to be released before the summer of 2019.



CANNABIS EDIBLES AND EXTRACTS

Excise duties will be imposed on

based on THC levels.



THE CRA WILL BE GIVEN

\$50M OVER 5 YEARS

FOR THE CREATION OF 4 NEW RESIDENTIAL & COMMERCIAL REAL ESTATE AUDIT TEAMS

To ensure:

1. Taxpayers report capital of principal residences.
2. Taxpayers report capital gains when the principal residence exemption does not apply.
3. Money made on real estate flipping is reported as income.
4. Commissions are reported as taxable income.
5. Builders remit the appropriate GST/HST on new builds.



\$150.8 M OVER 5 YEARS

in additional funds to the Canada Revenue Agency to combat tax evasion.



Multidisciplinary healthcare services are

EXEMPT FROM HST WHERE 90% OR MORE

of the services are rendered by licensed healthcare professionals.



Supplies of foot care devices ordered by

LICENSED PODIATRISTS AND CHIROPODISTS

are zero-rated for HST purposes.



QUESTIONS?

Your Crowe Soberman advisor is here to help. Visit www.crowesoberman.com to learn more.

While this infographic provided general information, Crowe Soberman recommends that you speak with your tax advisor before taking specific tax planning steps.

Information is current to March 19, 2019.