

Personal Income Tax

— 、 There are two important factors that contribute to your tax savings:

1、 Deductions

which include :

- I 、 RRSP
- II 、 Union, Professional dues
- III 、 Moving expenses
- IV 、 Carrying Charges and interest expenses
- V 、 Employment expenses
- VI 、 Child Care expenses

2、 Tax Credits

Which include:

- I、 Basic Personal
- II、 Age amount
- III、 Spousal amount
- IV、 Equivalent-to-spouse amount
- V、 CPP & EI
- VI、 Tuition & Education
- VII、 Medical expenses
- VIII、 Donations
- IX、 Caregiver
- X、 Interest on Student Loan

3、 *The 10 Most Common Mistakes in Managing Personal Income Tax:*

- I、 Not claiming medical expense tax credit
- II、 Claiming too much RRSP
- III、 Not claiming carrying charges
- IV、 Not claiming tuition fee and education
- V、 Reporting incorrect amount of interest
- VI、 Not reporting capital loss
- VII、 Claiming too little or too much child care expenses
- VIII、 Not filing tax returns for children
- IX、 Not claiming equivalent--to—spouse tax credit
- X、 Not have proper tax planning

4、 *Important Facts Regarding Declaring Overseas Assets*

- a 、 >\$100,000 overseas assets are required to be declared
- b 、 Overseas Assets are not taxed
- c 、 Overseas Income are taxed
- d 、 Report Foreign Affiliates
- e 、 Major shareholders (over 10%) of any overseas corporations must declare their holdings
(This applies to Canadian Residents only)