

Income level	Tax payable under White Paper Proposals	Annual savings if resident in U. S. A.			
		Before U. S. Tax Reform		After U. S. Tax Reform	
		Vermont	Nevada	Vermont	Nevada
A. Ontario resident					
\$ 8,500	\$ 1,155	\$ (175)	\$ 23	\$ 35	\$ 201
12,000	2,180	25	394	301	637
17,000	3,508	44	685	437	1,039
28,000	7,692	524	1,932	1,261	2,614
B. Manitoba resident					
\$ 8,500	1,248	(82)	116	128	294
12,000	2,361	206	575	482	818
17,000	3,802	338	979	731	1,333
28,000	8,347	1,179	2,587	1,916	3,269

According to this study, the disparity between Canadian and U. S. income tax costs would be much more material than that indicated in the White Paper and, contrary to the conclusion reached in the White Paper, large differences could occur below the \$20,000 income level. For example, at the \$12,000 level, the income tax savings that would be obtained by moving to the United States could range from approximately 15% to 30%.

It is recognized that income tax considerations have not, in the past, been a material factor in motivating Canadians to migrate to other countries. The predominant factors are the expectation of higher living standards and a better environment. However, in view of the magnitude of the prospective tax differential, as shown above, the Association believes that tax considerations could become an increasingly important factor in emigration and that the proposed rate schedule must be modified to ease the impact of tax on skilled persons who may be