

<u>Province</u>	<u>Rate of tax on taxable profits</u>
Newfoundland	9%
Prince Edward Island	9%
Nova Scotia	9%
New Brunswick	9%
Quebec	12%
Ontario	11%
Manitoba	10%
Saskatchewan	10%
Alberta	9%
British Columbia	9%

Note: All provinces except Ontario and Quebec have signed agreements for the collection of their income taxes by the Federal Government. Four provinces levy corporate income taxes at rates in excess of the abatement allowed by the Federal Government. This abatement is equal to 9 per cent of corporate profits except in Quebec, where the abatement is 10 per cent.

Alcoholic Beverages

Generally speaking, the sale of spirits in all provinces is made through provincial agencies operating as boards or commissions that exercise monopolistic control over this commodity. The provincial mark-up over the manufacturers' price is the effective means of taxation. Beer and wine may be sold by retailers or government stores, depending on the province, but in all cases they contribute to provincial revenues.

Retail Sales Taxes

Retail sales taxes are levied on the final purchaser or user and are collected by the retailer. Eight provinces now levy this type of tax at rates varying between 3 and 6 per cent. These provinces are Newfoundland, Prince Edward Island, Nova Scotia, New Brunswick, Quebec, Ontario, Saskatchewan and British Columbia.

Amusement Taxes

Each of the provinces, with the exception of Alberta and Saskatchewan, has a tax on admission to places of entertainment. In addition, there is generally a license fee imposed on the operator or owner of such amusement places. The tax on admissions is within the range of 5 per cent to 15 per cent.

Gasoline and Diesel Fuel Oil Taxes

Each of the provinces imposes a tax on the purchase of gasoline by motorists and truckers. The rates vary from 12¢ a gallon in Alberta to 19¢ a gallon in Nova Scotia and Newfoundland. The amount of tax borne by one gallon of motor-vehicle fuel in each province is as follows:

	<u>Gasoline</u>	<u>Diesel Fuel</u>
Newfoundland	19¢	19¢
Prince Edward Island	18¢	18¢
Nova Scotia	19¢	27¢
New Brunswick	18¢	23¢
Quebec	15¢	21¢
Ontario	15¢	21¢
Manitoba	14¢	17¢
Saskatchewan	14¢	17¢
Alberta	12¢	14¢
British Columbia	13¢	15¢