TAXATION



- Taxes fund various public expenses that citizens enjoy "for free"
- Some examples of what the government provides or subsidizes:
 - Healthcare
 - Roads
 - o Public parks / recreation
 - Education
 - o Armed forces

- Transit
- o Welfare / EI / CPP
- Canadian media
- o Border patrol
- Emergency services



- Types of taxes:
 - o Income tax
 - Based on how much money you earn at a job
 - Taken off paycheques automatically and a report is issued to the government stating earnings and taxation

 This is a sample income tax statement called a T-4, which you receive when you are employed. It breaks down how much you earned and what you paid into (such as pension plans, employment insurance and charity)

Employer's name - Nom de fumployeur ABC Construction Company	Year Annee	Canada Para Agercy 2013		on du nevenia nacia	STATEM ETAT D	ENT OF	T4 REMUNERATION PAID MUNERATION PAYÉE
9700 Lake City Way N.E. Seattle, WA 98115			Emple Royal	yment income - line t uz d'origioi - ligno fi	01	les .	income to deducted - line 437 ppt our lo revenu rotons - ligno
obalib, NA obito		14		65,000		22	17,000 .00
54 Payroll account number i Numbro de compte de retenues	Preview	e of employme inco of amplici	et Employe Colsution	er's CPP contribution s do fompleyo au RP	s - fine 308 C - figna 308	_	El treuroble sernings Gains assurables d'Ali
Social invariance number Exempti Exempti	10		16	170		24	700 .00
Numero-d'a svarance sociale CPP/QPP EI	PPP Eng	abyment code	Employe	e's CPP contribution a de l'employé au l'Ol	s - Inc 308	Calca	CPPICPP persionable earnings account draft a persion • 10°C/I
	RPAP 29		17	t as impage as ico	ig- igis Jul	26	0
Employee's name and address . Nom et adresse de l'employé		_	Emple	ayad's ID promiums. Is de l'employe à l'As	lino 312 - ligno 312	_	Union dues - line 212 Cotisations syndicales - ligne 2
Last name år capitalister i «Nom de lamille ian lattes erositas» – Ficsi name «Prénan	n his	id - Initiale	18	30		44	40 .00
► Buhner Jay			Set Cole	PF contributions - line solions à un RPA - lig	200 pre 307		Charitable donations - Ine 36 Done de bienfanance - Igne 3
Home Run Lane			20	120		46	10 .00
RT 4 Box 345 Vanceuver, BC BLE459			Fee	reion adjustment - fin cur d'équivalence - la	e 206 one 206		RPP or DPSP registration number of agreement of un RPA au-dium
CA			52	0	140	50	august au justice au
			Employ	ee's FFIF premiums le femployé au RPAF	See Over		PPIP incarable comings. Sales assumbles de SPAP
			55	- rendering on any se	THE RESIDENCE	56	comes mandation the SPAP
						L	
Differ information Amount - Montant	Box -	Cone	Amount	Mortant	Box -C	ī	Arrount - Martent
(see swer)			100-100	24848	J	_ _	
Autoro Box - Gade - Amount - Montant - Indiana	Elon -	Case	Amount	Montant	Box - C	-ene	Amount - Mornard
(voir au verso)		- 1				- 11	
Employers name - Nom de Tomployeur		Canada Reve Agency	nue Agence du Gen	du resenu			T4
ABC Construction Company	Year Annon	Canada Reve Agency 2012	du Gen 2	edu revenu 11.50	STATEM ÉTAT D	ENT OF F	T4 REMUNERATION PAID MUNERATION PAYEE
A.5	Year	201;	du Gen 2 Employ	e du revenu n.ida ymeeti income - line 1 ns-d'emploi - figne 11	STATEM ÉTAT DI	ENT OF S	T4 REMUNERATION PAID MUNERATION PAYE Prome to dedicted - true 637 pot our to revetu return - time 6
ABC Construction Company 9700 Lake City Way N.E. Saattle, WA 98115	Year Annoe	2012 2012	du Cerr 2 Employ Braven	e du revenu nuta mareti income - line 1 nus d'emptei - ligne 1 65,000	STATEM ÉTAT DI 01 100	ENT OF F	T4 REMUNERATION PAID MUNERATION PAYE Teams to deducted - line 837 per our to revenue round ligns 4 17,000 .00
ABC Construction Company 9700 Lake City Way N.E. Soutto, WA 98115	Year Annon	2012 2012 2012 2012	Employe Reven	e du resenu nuta manti income - fine 1 us d'emptei - ligne 15 65,000 res CPF contribution n de l'employet au lith	STATEM ÉTAT DI 01 100 5 - lime 308 C - ligne 308	ENT OF F	T4 REMUNERATION PAID MUNERATION PAYE Prome to dedicted - true 637 pot our to revetu return - time 6
ABC Construction Company 9700 Lake City Way N.E. Saattle, WA 08115 54 Fayroll account number / Numer Cite comple do retenues	Year Annoe Province Province	201; 201; 201; 201; 201; 201; 201; 201;	Employe Bavon tt Employe Cotivation	e du revenu u.da pranti income - Fina h an d'emploi - Barro 17 65,000 res CPF contributions o de l'employe au RP	\$TATEM ÉTAT DO 01 .00 s-line 308 C-ligne 308	ENT OF SELA REA	T4 REMUNERATION PAID UNRÉDATION PAYÉE browne tes delicited - line #37 pot sur la reventurional - lique * 17,000 00 El Foundé semino Gains soundées d'AE 700 00
ABC Construction Company 9700 Lake City Way N.E. Souttle, WA 08115 54 Proprofractours number / Numer city compte de retenues Social insurance marble Name of accurance sacials CSPACIP EL	Province Pro	2012 2012 2012 2012	Employe Consistent Employe	e du resenu nuta manti income - fine 1 us d'emptei - ligne 15 65,000 res CPF contribution n de l'employet au lith	9TATEM ÉTAT DI 01 .00 s-line 308 C-ligne 308 .00	ENT OF RELA REA	T4 REMUNERATION PAID MUNERATION PAYER Income tox deducted - fine #37 pot sar la revenurotana - lique 4 17,000 00 El resulto essimply Cartes essemble el AE
ABC Construction Company 9700 Lake City Way N.E. Souttle, WA 98115 54 Prigrati account number / Numer city compte de retellues Social incurance member Name of Accounts accios 12 345 675 856 28 X	Year Annon	2012 2012 2012 2012 2012 2012 2012 2012	Employe Execution: 16	e du misera nulla grandi income - fine 1 us d'errochi - figne 16 65,000 es CPF contribution à de l'employée au 197 170	9TATEM ÉTAT DI 01 .00 s-line 308 C-ligne 308 .00	ENT OF RELA REA	T4 REMUNERATION PAID UNKERATION PAYE Person tex deluted. Ine. 837 pot sar la revenue Rese
ABC Construction Company 9700 Lake City Way N.E. Souttle, WA 98115 54 Francia account number / Numeric de compse de retenues Social incurarse-transfer Numeric de contract CSPQSP E1 12 345 675 856 28 X RECRING ME	Province Pro	2012 2012 2012 2012 2012 2012 2012 2012	Employer Contestions 15 Employer Cotinations 17	du reseau nilla grandi incomo - lino h us d'errobel - ligno 16 65,000 es CPF contribution de l'employe es RPI 170 e's GPF contribution de l'employe es RPI	STATEM ÉTAT DI 01 01 01 01 01 01 01 01 01 01 01 01 01	ENT OF RELA REA	T4 REMUNERATION PAID LUMERATION PAID LUMERATION PAID LUMERATION PAID LUMERATION PAID Elements delicated - fine 47 T,000 00 Elements committed AL 700 00 LUPLIFF personation committed AL LUPLIFF personation committed and committed
ABC Construction Company 9700 Lake City Way N.E. Souttle, WA 08115 54 Payoral account number / Numer city complete retenues Social invariance number Numer of accurates tacksis 12 345 675 656 26 X	Year Annon Province 10 on PRIP Emp	2012 2012 2012 2012 2012 2012 2012 2012	Employer Contestions 15 Employer Cotinations 17	e du misera nulla grandi income - fine 1 us d'errochi - figne 16 65,000 es CPF contribution à de l'employée au 197 170	9TATEM CTAT DI 01 101 101 101 101 101 101 101 101 101	ENT OF RELA REA	T4 REMUNERATION PAID LIMITED TO PAID TO TO THE HELD TO THE TO
ABC Construction Company 9700 Lake City Way N.E. Southe, WA 98115 54 Fayrot account number / Numer city compte de retenues Social invariance manther Numer of accounts number / Social invariance manther 12 345 675 656 28 28 X Employee's numer and address - Norm of address ode l'employee	Year Annon Province 10 on PRIP Emp	2012 2012 2012 2012 2012 2012 2012 2012	Employee Consider 16 Employee Consider 17 Employee Consider 17 Employee 18	edu menteu u.da peneri income - Fina 1 us d'eraclei - Riges 16 65,000 es CPF contribution o de l'employe au IN 170 es CPF contribution o de l'employe au Riv es de financiage au Riv au de financiage au Riv au de financiage au Riv au de financiage au Riv 30	STATEM ETAT DI 01 01 01 01 01 01 01 01 01 01 01 01 01	ENT OF RELA REA	T4 REMINIFICATION PAID MUNERATION PAYE Income te deducted - few 873 por our to revenurum - ligner 17,000 00 El Franchis enemony Gene accomplien of AC 700 00 CP/SFF personation recomply mount durit is personation of CP Union dues - few 712 Colostores syndroties - spec 40 0.00 Chaindide decoration - Ser 11 Chaindide decoration - Ser 11
ABC Construction Company 9700 Lake City Way N.E. Souths, WA 98115 54 Proposit account number / Numeric de compse de retenues Social incurarios tember Numeric de compse de retenues Social incurarios tember Numeric de compse de retenues CPPOPP EI 12 345 675 856 28 RECORDO AE Employad's name and address - Nom et adresso de l'employe End sense incupied faired, fiere de fareful jos belons resultins Techner. Telenae Bulliner Joy	Year Annon Province 10 on PRIP Emp	2012 2012 2012 2012 2012 2012 2012 2012	Employee Consider 16 Employee Consider 17 Employee Consider 17 Employee 18	du medicia nual medicia nual medicia nual medicia nual medicia nual derinada nual derinada nual nual nual nual nual nual nual nua	\$TATEM DO 01 11 10 10 10 11 11 10 10 10 11 10 10	ENT OF RELA REA	T4 REMINIFERATION PAID UNIFICATION PAYOR Person the adulated - fine ATP pot sar to reverse - Reministration Elimanable comman Carin assembles of ATP ON 00 CPP-OFF personable comman assemble delta - Reministration OU Union dues - time T12 Colisations syndicistes - Appen 40 0.00
ABC Construction Company 9700 Lake City Way N.E. Souths, WA 98115 54 Project account number / Numer City compts do retinues Social invariance member Manua of invariance accision SPECIFIC ST. 12 345 675 856 Employed's name and add eas - Norm et activos de Fermillage Led stone through Entered. Stone de foreign (see before resident) Buthner Jerse Home Run Lane RT 4 Box 345	Year Annon Province 10 on PRIP Emp	2012 2012 2012 2012 2012 2012 2012 2012	Employer Employer Coloration Employer Coloration Employer Coloration Employer Coloration Employer Coloration Employer Coloration Employer Employer Coloration Employer Em	e du miniera nuita presenti inco ma - fino 1 sus d'errochi - figno 1 65,000 es CPP contribution de l'employe en RP 170 es CPP contribution de l'employe en RP poèré (I poertiume aux de finogloye en RP poèré (I poertiume poèré (I poertiume poèré (I poertiume poèré (I poertiume poèré (I poertiume poèré (I poertiume poèré (I poertiume poèré (I poertiume poèré (I poertiume poèré (I poertiume poèré (I poertiume poèré (I poertiume poèré (I poertiume po	STATEM 00 01 1 00 01 1 00 01 1 00 01 01 00 01 01	24 24 25 26 44 46	T4 REMUNIFICATION PAID UNIFICATION PAID UNIFICATION PAYER Person tex deducted. Ins. 837 pot sar to revent remain. Right- 17,000 00 E1 insunities comman. Carin seventies of Re. 700 00 PP/GPP personation comman. 1905 0 Union they is no PIP Colindron with a person. 40 00 Charindile desertion = 5 10 Charindile desertion = 5 10 Domache interiorance = 5 10 Domache interiorance = 5 10
ABC Construction Company 9700 Lake City Way N.E. Southe, WA 08115 54 Fey of account number / Numerical continues Social frontation member Numerical accision Social frontation member Numerical accision Social frontation member Numerical accision CPPQPP E1 12 345 675 866 28 BPCORRQ BPCORRQ For incomplete frontation Bulliance For incomplete frontation For inc	Year Annon Province 10 on PRIP Emp	2012 2012 2012 2012 2012 2012 2012 2012	Employer Employer Coloration Employer Coloration Employer Coloration Employer Coloration Employer Coloration Employer Coloration Employer Employer Coloration Employer Em	du materia no. disconsidera del materia no. de	STATEM CTAT DI OT 1 .00	24 24 25 26 44 46	T4 REMUNERATION PAID UNISTRATION PAYE become the deleted - fine 37 pot as to revent remore. Report Carte sometimes of 77 Coloridate of 77 Coloridate synthesis of 77 Coloridate synthes
ASC Construction Company 9700 Lake City Way N.E. Souths, WA 08115 54 Flagroif account number / Numer ode congre de retinues Social frequence-member Numer of Recursion-member Numer of Recursion-member 12 345 675 856 Employee's name and addless - Nom et address de Fermilleye Led same (hought failed). Recult familie (an infinite resolution) Buthner Home Run Lane RT 4 Box 345	Year Annon Province 10 on PRIP Emp	2012 2012 2012 2012 2012 2012 2012 2012	Employee Employee Consistence 16 Employee Consistence 17 Consistence 18 Decreio	du manera u.da manera u.da presenti income - limo 1 use d'erreche - ligno 1 65,000 es CPF contribution de l'amplique du 10 es CPF contribution de l'amplique du 10 es CPF contribution de l'amplique au 60 loyer's El poentaure se de l'amplique au 60 presentation de l'amplique à 1A 30 PP contribution de l'amplique à 1A 120 malori adjustamer. 8 four d'dispissablemen : 1 four d'dispissablemen : 1	STATEM CTAT DI OT 11 00 01 1 00 0 00 00	24 25 44 46 50	T4 REMINIFERATION PAID MUNESTATION PAYE become the deducted - five 437 pot our to revent/course - Right 17,000 00 El instantio common Carlo soundrio d'Ac PY-0PP personation common constant devis a persona- Pipol Union days - five 712 Colondores syndocies - Right Colondores syndocies syndocies - Right Colondores syndocies syndocies syndocies syndocies syndocies syndocies syndocies
ABC Construction Company 9700 Lake City Way N.E. Southe, WA 08115 54 Fey of account number / Numerical continues Social frontation member Numerical accision Social frontation member Numerical accision Social frontation member Numerical accision CPPQPP E1 12 345 675 866 28 BPCORRQ BPCORRQ For incomplete frontation Bulliance For incomplete frontation For inc	Year Annon Province 10 on PRIP Emp	2012 2012 2012 2012 2012 2012 2012 2012	Employee Employee Colondor Employee Employee Employee Colondor Employee Employee Colondor Employee Employ	du materia no. disconsidera del materia no. de	STATEM CTAT DI OT 11 00 01 1 00 0 00 00	22 22 22 24 24 25 25 25 26 26 26 26 26 26 26 26 26 26 26 26 26	T4 REMUNIFICATION PAID UNIFICATION PAID UNIFICATION PAYER Person tex deducted. Ins. 837 pot sar to revent remain. Right- 17,000 00 E1 insunities comman. Carin seventies of Re. 700 00 PP/GPP personation comman. 1905 0 Union they is no PIP Colindron with a person. 40 00 Charindile desertion = 5 10 Charindile desertion = 5 10 Domache interiorance = 5 10 Domache interiorance = 5 10
ABC Construction Company 9700 Lake City Way N.E. Southe, WA 08115 54 Fey of account number / Numerical continues Social frontation member Numerical accision Social frontation member Numerical accision Social frontation member Numerical accision CPPQPP E1 12 345 675 866 28 BPCORRQ BPCORRQ For incomplete frontation Bulliance For incomplete frontation For inc	Year Annon Province 10 on PRIP Emp	2012 2012 2012 2012 2012 2012 2012 2012	Employee Employee Consistence 16 Employee Consistence 17 Consistence 18 Decreio	du manera u.da manera u.da presenti income - limo 1 use d'erreche - ligno 1 65,000 es CPF contribution de l'amplique du 10 es CPF contribution de l'amplique du 10 es CPF contribution de l'amplique au 60 loyer's El poentaure se de l'amplique au 60 presentation de l'amplique à 1A 30 PP contribution de l'amplique à 1A 120 malori adjustamer. 8 four d'dispissablemen : 1 four d'dispissablemen : 1	STATEM CTAT DI OT 11 00 01 1 00 0 00 00	24 25 44 46 50	T4 REMINIFERATION PAID MUNESTATION PAYE become the deducted - five 437 pot our to revent/course - Right 17,000 00 El instantio common Carlo soundrio d'Ac PY-0PP personation common constant devis a persona- Pipol Union days - five 712 Colondores syndocies - Right Colondores syndocies syndocies - Right Colondores syndocies syndocies syndocies syndocies syndocies syndocies syndocies
ABC Construction Company 9700 Lake City Way N.E. Souths, WA 08115 54 Payrollaccount number / Numeric de cettigue de retenues Social frontainor member Manier of accurace section Social frontainor member Manier of accurace section 12 345 675 856 20 20 X PECRITOR Employoc's name and address - Norm et adresse de l'employe Les accus propphil faired, fixer de founds (accidence section) During Africano Propphil faired, fixer de founds (accidence section) Foundation Propphil faired, fixer de founds (accidence section) Burling Africano Foundation Propphil faired, fixer de founds (accidence section) Burling Africano Foundation Propphil faired, fixer de founds (accidence section) Burling Africano Burlin	Year Annoe Province Province Co. Co. Co.	2012 2012 2012 2012 2012 2012 2012 2012	Employee Collection Employee Collection Employee Collection Employee Collection To To To To To To To To To	du manera u.da manera u.da presenti income - limo 1 use d'erreche - ligno 1 65,000 es CPF contribution de l'amplique du 10 es CPF contribution de l'amplique du 10 es CPF contribution de l'amplique au 60 loyer's El poentaure se de l'amplique au 60 presentation de l'amplique à 1A 30 PP contribution de l'amplique à 1A 120 malori adjustamer. 8 four d'dispissablemen : 1 four d'dispissablemen : 1	STATEM CTAT DI OT 11 00 01 1 00 0 00 00	22 22 22 22 24 44 46 50 50 50 50 50 50 50 50 50 50 50 50 50	T4 REMINIFERATION PAID MUNESTATION PAYE become the deducted - five 437 pot our to revent/course - Right 17,000 00 El instantio common Carlo soundrio d'Ac PY-0PP personation common constant devis a persona- Pipol Union days - five 712 Colondores syndocies - Right Colondores syndocies syndocies - Right Colondores syndocies syndocies syndocies syndocies syndocies syndocies syndocies
ABC Construction Company 9700 Lake City Way N.E. Southe, WA 198115 54 Forgoti account number 7 Numer City Congle de retenues Social invariance member Numer of Accurance Accision Social invariance member Numer of Accurance Accision Social invariance accision Example Example Example COPPLIPP 12 345 675 856 Employee's numer and address - Norm et adresse de l'employe Led same invegéd faired, Recrét facilit (accision receive) Bulmer Home Run Lane RT 4 Box 345 Vancouver, BC BLE459 CA	Year Annoe Province Province Co. Co. Co.	Agency 2012 14 e of employment code of emploi	Employee Collection Employee Collection Employee Collection Employee Collection To To To To To To To To To	edu menteu nula manti income - Fina 1 nus d'ernobei - Rigno 16 65,000 es CPP contribution de l'employé en IP 170 es CPP contribution de l'employé en IP 30 PP contribution en IP autient l'employé à IA 20 nulem applications à les IPA à le cer d'éspecialeme : le ter d'éspecialeme : le Irangloyé en IPA 10 0 pas's PPP promitaris	\$TATEM (TAT D) 01 1.00 5 - lane 208 C - lyne 108 0 - lyne 108 1.00 - lane 302 0 - lyne 308 1.00 1.	22 22 22 22 24 44 46 50 50 50 50 50 50 50 50 50 50 50 50 50	T4 REMUNERATION PAID UNIFICATION PAID UNIFICATION PAID UNIFICATION PAID UNIFICATION PAID El insunité commun Caine sovenité ou Alz. 700 00 El insunité commun Caine sovenité ou Alz. 700 00 CPUSIF personation commun consumeré devi à persion - SPOS Ultimo dues - les PIE Colisations syndicales - ligne 40 00 Chamidale douations - Sen 1 Dorrude bienfairance - Signes 10 00 Aprè O PIE registration num F Prygrésses dans IEEE, on d'un FPIF insunité commun Gaine accuration dues IEEE, on d'un
ABC Construction Company 9700 Lake City Way N.E. Souttle, WA 98115 54 Figural account number / Numer of compte de rétentues Social invariance member Numer of accounts caciais CSPEJEP 1 28	Year Annoe Province Co.	Agency 2012 14 e of employment code of emploi	Employee Employee Employee Coffundation 16 Employee Coffundation 17 Employee Coffundation 17 Employee Coffundation 18 P. Facility Employee Solution Solution Facility Employee Solution Solution Facility Facility Solution Facility Facility Solution Facility Facility Facility Solution Facility	edu menteu nula manti income - Fina 1 nus d'ernobei - Rigno 16 65,000 es CPP contribution de l'employé en IP 170 es CPP contribution de l'employé en IP 30 PP contribution en IP autient l'employé à IA 20 nulem applications à les IPA à le cer d'éspecialeme : le ter d'éspecialeme : le Irangloyé en IPA 10 0 pas's PPP promitaris	\$TATEM (TAT D) 01 1.00 5 - lane 208 C - lyne 108 0 - lyne 108 1.00 - lane 302 0 - lyne 308 1.00 1.	22 24 24 25 26 3 3 3 3 3 3 3 3 3	T4 REMUNERATION PAID UNIFICATION PAID UNIFICATION PAID UNIFICATION PAID UNIFICATION PAID El insunité commun Caine sovenité ou Alz. 700 00 El insunité commun Caine sovenité ou Alz. 700 00 CPUSIF personation commun consumeré devi à persion - SPOS Ultimo dues - les PIE Colisations syndicales - ligne 40 00 Chamidale douations - Sen 1 Dorrude bienfairance - Signes 10 00 Aprè O PIE registration num F Prygrésses dans IEEE, on d'un FPIF insunité commun Gaine accuration dues IEEE, on d'un
ABC Construction Company 9700 Lake City Way N.E. Southe, WA 98115 54 Francia account number / Numeric de compse de retenues Social incurance number Manue of incurance sociale 28 Z8 X PROPER EL 345 675 856 Z8 RECORD AF Employee's name and address - Norm et adresse de Premiero Led name increptal favore), fiere de fareful justicine resolate Buffer El Home Run Lane RT 4 Box 345 Vancouver, BC BLE459 CA Cher reformation Doe over) Nov. Case Amount Montant Doe over)	Year Annoe Province Co.	Agency 2012 14 c of employment code of emploi	Employee Employee Employee Coffundation 16 Employee Coffundation 17 Employee Coffundation 17 Employee Coffundation 18 P. Facility Employee Solution Solution Facility Employee Solution Solution Facility Facility Solution Facility Facility Solution Facility Facility Facility Solution Facility	edu revoletu nuta nuta nuta nuta nuta nuta nuta nu	\$TATEM (TAT D) 01 1.00 5 - lane 208 C - lane 308 C - lane 308 Q - lane 308 1.00 1.	22 24 24 25 26 3 3 3 3 3 3 3 3 3	T4 REMUNERATION PAID UNKERATION PAYE Income to deducted. Fere At 197,000 0.00 E1 insurable economy. Carte second deducted a fere At 197,000 0.00 E1 insurable economy. Carte second devil a permission. GPC United these size P12 Odiodours synchotics - fere P12 Odiodours synchotics - fere of the particular of the permission. GPC Charidadia decontinue - fere of the permission of th

BLIVEWORKSHEETS

Sales tax

- A percentage added to the cost of items purchased (in Ontario the rate is 13%, or 13 cents per dollar)
- There are different rates between provinces. Ontario's is 13%, Alberta's is 5%, and BC's is 12% for example.
- This is not added to fresh food like produce and bread, but it is added to packaged goods (e.g. pop, candy, chips)
- These fund provincial programs (think back to our division of powers from the beginning of the year)
- Property tax
 - Paid monthly or quarterly to the municipal government
 - Based on how much your property is worth (for instance, a high-demand, renovated cottage on the lake will demand more tax than a "fixer-upper" in a poorer part of town)
 - Funds municipal programs and services
- Excise taxes (gas / gambling / alcohol / cigarettes)
 - Used mostly to deter undesirable behaviour by the public like smoking, driving high-pollution cars, and drinking
 - Funds used for provincial / federal programs, in some cases those aimed at addiction recovery / rehabilitation

Thinking Critically:

1. You go to the grocery store and purchase a loaf of bread, some tomatoes and sliced turkey. The prices add up to \$5.60. Do you need to add tax?

YES NO

- You then go to Chapters and find a book you have been after. The cost is \$10.00. After tax, what would you have spent if the rate is 13%? (hint: 13% as a fraction is 13/100. Multiply this by 10 to get the "added tax", then add it to the original amount to get the final price)
- 3. You purchase 4 lottery tickets at \$4 each. Your total comes to \$20. What type of tax was likely added to your purchase?

How much tax was added?

