

# A \$5,000 donation that costs only \$886!

In July 2013, the Quebec government implemented new tax measures to encourage cultural philanthropy. Among them was an additional tax credit of 25% for a first cultural donation.

**By adding this to existing tax credits from both levels of government, the net cost of a minimum donation of \$5,000 to Musica Orbium works out to only \$1,136.**

In addition, if the donor claims the First-time Donor's Super Credit from the federal government<sup>3</sup>, they can add a tax credit of \$250 (25% of \$1,000), which will bring the net cost of their donation to \$886.

Here's how it works: You can only benefit from this opportunity once. Your donation, for an amount between \$5,000 and \$25,000, must be made before December 30, 2022. **Please send your cheque before December 20 to:**

Musica Orbium  
c/o: Treasurer  
4466 Mignault Street  
Montreal, QC H1M 1Y7

...and apply your tax credits of \$3,864 in April of the following year, for a net cost of \$1,136 and an effective donation of \$5,000 dedicated to the performance of beautiful music by local singers and instrumentalists.

## Here is a breakdown of the numbers

### FEDERAL

Charitable donations: 15% on the first \$200; 29% on the remaining amount, limited to 75% of net income<sup>1</sup>.

First \$200 @ 15% =	\$30
Remaining amount (\$4,800) @ 29% =	\$1,392
<b>TOTAL federal tax credits:</b>	<b>\$1,422</b>

### PROVINCIAL

Charitable donations: 20% on the first \$200; 24% on the remaining amount. You can carry the amount of donations you do not use forward to the years 2015 to 2019 inclusive to request the tax credit<sup>2</sup>.

First \$200 @ 20% =	\$40
Remaining amount (\$4,800) @ 24% =	\$1,152

### ADDITIONAL TAX CREDIT OF 25% FOR A FIRST CULTURAL DONATION:

\$5,000 x 25% =	\$1,250
<b>TOTAL provincial tax credits:</b>	<b>\$2,442</b>
<b>TOTAL federal + provincial:</b>	<b>\$3,864</b>

**Net cost of donation: \$1,136** (\$5,000 - \$3,864)

On top of that, if you wish to claim the First-time Donor's Super Credit<sup>3</sup>, you can add a tax credit of \$250 (25% of \$1,000), which will bring the net cost of your donation to \$886.

### SOURCES:

- (1) Charitable donation tax credit calculator  
Canada Revenue Agency: <http://www.cra-arc.gc.ca/chrts-gvng/dnrs/svngs/clmnglb2-eng.html>
- (2) New tax measures to encourage cultural philanthropy  
2013-6 information newsletter, July 3, 2013  
Ministère des Finances et de l'Économie du gouvernement du Québec:  
<http://www.calq.gouv.qc.ca/mpc/bulletin20130703minfinances.pdf>
- (3) First-time Donor's Super Credit  
Canada Revenue Agency: <http://www.cra-arc.gc.ca/tx/ndvdl/tpcs/ncm-tx/rtrn/cmpltng/ddctns/lns300-350/349/fdsc-eng.html>

### Have any questions?

Please call me, **Louis Langelier, at 514 243-1303**  
or email me at **president@musicaorbium.org**.  
I will be pleased to tell you more about it.