

Coalition Against Privatisation and User Fees in Public Services
TABLE OF FISCAL SOLUTIONS AND COST-CUTTING MEASURES
JUNE 2013

Cost-limiting measures (in millions of \$ saved)

Additional income from taxation (in millions of \$)

A - Make income taxes progressive again

1	Introduce 10 tax brackets (as shown below)	\$100 M	
	15% = \$10,295 to \$24,999 26% = \$60,000 to \$69,999		
	16% = \$25,000 to \$34,999 28% = \$70,000 to \$99,999		
	18% = \$35,000 to \$39,999 30% = \$100,000 to \$149,999		
	20% = \$40,000 to \$49,999 32% = \$150,000 to \$199,999		
	24% = \$50,000 to \$59,999 34% = \$200,000 and above		
2	Abolish the tax credit for personal capital gains		\$556 M
3	Decrease the RRSP limit from \$23,820 to \$12,000		\$300 M
4	Reduce the dividend tax credit (50% of \$315 M in 2012)		\$157 M
5	Adjust consumption taxes to the type of good or service purchased	\$745 M	

B - Rebalance the level of personal income taxes vs. corporate taxes

6	Increase the corporate tax rate to 15% (currently 11,9%)	\$1,220 M	
7	Increasing the tax contribution of financial institutions, for instance, reintroduce the capital tax on financial institutions	\$600 M	
8	Revise the tax measures that affect businesses: 8.1 Abolish the tax credit for capital gains (\$402 M); 8.2 Get rid of deferred taxation policies (\$568 M); 8.3 Revise tax holiday policies (\$238 M)		\$1,210 M
9	Reduce subsidies to corporations		\$500 M
10	Increase natural resource royalties (while respecting the demands of indigenous peoples and taking income redistribution with local communities into account) (e.g.: mining industry - hybrid royalty structure on gross value (3 to 8%))	\$410 M	
11	Get rid of Hydro-Québec's secret contracts		\$890 M

C - Combat fraud

12	Combat tax evasion and tax avoidance	\$500 M	
13	Combat corrupt practices in the attribution of government contracts (e.g.: in the construction industry)	\$600 M	

D - Various policy proposals

14	institutions		\$71 M
15	Adopt cost-limiting measures for medication, including the introduction of a fully public pharmacare program	\$1,000 M	
16	Use open software throughout the government		\$266 M

E - Other possible tax solutions being studied

The Coalition does not have the data required in order to estimate the savings generated by these proposals.

17	Stop using PPPs in public infrastructure		?
18	Stop using specialized medical clinics (30 to 40% savings)		?
19	Introduce a maximum earnings policy for administrators of public institutions, as well as parapublic institutions and public corporations (e.g. Hydro-Québec, Loto-Québec, CSST, universities, CEGEPs, hospitals, etc.)		?

PROJECTED TOTALS \$6,075 M \$3,950 M

GRAND TOTAL (tax incomes + cost-limiting measures) \$10,025 M