



## TAX QUICK TIPS

### Premium Tax Tips

Premium tax is a tax applied on net group insurance premiums and is based on the location of the plan member.

Province	Premium Tax
British Columbia, New Brunswick and Ontario	2%
Yukon	4%
Alberta, Nova Scotia, Nunavut, Saskatchewan, Northwest Territories	3%
Newfoundland	5%
Prince Edward Island	3.75%
Quebec	3.48%

*Net premiums is defined as the gross premiums less dividends or a surplus. Applies to insured premium, claims, and expenses on Administrative Services Only (ASO) plans in Ontario, Quebec, and Newfoundland. Not applicable to fee-for-use services.*

### Harmonized Sales Tax

Certain employer paid contributions are subject to GST/HST and/or PST or provincial insurance levies and should be added to the value of the taxable benefit. For more information on HST/GST rules, visit: [Employers' Guide – Taxable Benefits and Allowances - Canada.ca](#)