

Personal Work Sheet

Mr. Jones' Estimated Yearly
out of pocket expense for his
Medical & Dental Bills

\$ 2,000.00
net cost

X

His Annual Income
Over 67,000 (See Table
Below)

1.82
tax factor

X

Gross Cost for Mr. Jones'
Medical & Dental Expenses

\$ 3,640.00
gross cost

Using Cost Plus with 8% Administration Fee plus GST on Fee "only":

$$\frac{\$ 3,640.00}{\text{gross cost}} - \frac{\$ 2,000.00}{\text{net cost}} = \frac{\$ 1,640.00}{\text{tax savings}} - \frac{\$ 171.20}{\text{admin fee}} = \frac{\$ 1468.80}{\text{total savings}}$$

Your Personal Expense

\$ _____
net cost

X

\$ _____
tax factor

X

\$ _____
gross cost

Using Cost Plus with 8% Administration Fee plus GST on Fee "only":

$$\frac{\$}{\text{gross cost}} - \frac{\$}{\text{net cost}} = \frac{\$}{\text{tax savings}} - \frac{\$}{\text{admin fee}} = \frac{\$}{\text{total savings}}$$

Alberta Personal Income Tax Rates

Net Income	Marginal Federal & Provincial Tax Rate	Gross Pay to Have \$1.00 After Tax	Gross Pay for a \$1000.00 Health Cost
7,000 to 37,000	25%	\$ 1.33	\$ 1,330.00
37,000 to 67,000	38%	\$ 1.61	\$ 1,610.00
67,000 & over	45%	\$ 1.82	\$ 1,820.00