

TAX RATE CARD FOR 2016

BRITISH COLUMBIA	Marginal Tax Rates (%)				
	Taxable Income (\$)	Interest & Regular Income	Capital Gains	Eligible Canadian Dividends	Ineligible Canadian Dividends
0 to 10,027	-	-	-34.53	-15.20	
10,028 to 11,474	5.06	2.53	-27.54	-9.28	
11,475 to 38,210	20.06	10.03	-6.84	8.27	
38,211 to 45,282	22.70	11.35	-3.20	11.36	
45,283 to 76,421	28.20	14.10	4.39	17.79	
76,422 to 87,741	31.00	15.50	8.25	21.07	
87,742 to 90,563	32.79	16.40	10.72	23.16	
90,564 to 106,543	38.29	19.15	18.31	29.60	
106,544 to 140,388	40.70	20.35	21.64	32.42	
140,389 to 200,000	43.70	21.85	25.78	35.93	
200,001 and over	47.70	23.85	31.30	40.61	

ONTARIO	Marginal Tax Rates (%)				
	Taxable Income (\$)	Interest & Regular Income	Capital Gains	Eligible Canadian Dividends	Ineligible Canadian Dividends
0 to 10,011	-	-	-34.53	-17.33	
10,012 to 11,474	5.05	2.53	-27.56	-11.42	
11,475 to 41,536	20.05	10.03	-6.86	6.13	
41,537 to 45,282	24.15	12.08	-1.20	10.93	
45,283 to 73,145	29.65	14.83	6.39	17.37	
73,146 to 83,075	31.48	15.74	8.92	19.51	
83,076 to 86,176	33.89	16.95	12.24	22.33	
86,177 to 90,563	37.91	18.95	17.79	27.03	
90,564 to 140,388	43.41	21.70	25.38	33.46	
140,389 to 150,000	46.41	23.20	29.52	36.97	
150,001 to 200,000	47.97	23.98	31.67	38.80	
200,001 to 220,000	51.97	25.98	37.19	43.48	
220,001 and over	53.53	26.76	39.34	45.30	

NOVA SCOTIA	Marginal Tax Rates (%)				
	Taxable Income (\$)	Interest & Regular Income	Capital Gains	Eligible Canadian Dividends	Ineligible Canadian Dividends
0 to 8,481	-	-	-32.94	-16.41	
8,482 to 11,474	8.79	4.40	-20.81	-6.12	
11,475 to 29,590	23.79	11.90	-0.11	11.43	
29,591 to 45,282	29.95	14.98	8.39	18.64	
45,283 to 59,180	35.45	17.73	15.98	25.07	
59,181 to 90,563	37.17	18.59	18.35	27.08	
90,564 to 93,000	42.67	21.34	25.94	33.52	
93,001 to 140,388	43.50	21.75	27.09	34.49	
140,389 to 150,000	46.50	23.25	31.23	38.00	
150,001 to 200,000	50.00	25.00	36.06	42.09	
200,001 and over	54.00	27.00	41.58	46.77	

ALBERTA	Marginal Tax Rates (%)				
	Taxable Income (\$)	Interest & Regular Income	Capital Gains	Eligible Canadian Dividends	Ineligible Canadian Dividends
0 to 11,474	-	-	-34.53	-15.92	
11,475 to 18,451	15.00	7.50	-13.83	1.63	
18,452 to 45,282	25.00	12.50	-0.03	13.33	
45,283 to 90,563	30.50	15.25	7.56	19.77	
90,564 to 125,000	36.00	18.00	15.15	26.20	
125,001 to 140,388	38.00	19.00	17.91	28.54	
140,389 to 150,000	41.00	20.50	22.05	32.05	
150,001 to 200,000	42.00	21.00	23.43	33.22	
200,001 to 300,000	47.00	23.50	30.33	39.07	
300,001 and over	48.00	24.00	31.71	40.24	

QUEBEC	Marginal Tax Rates (%)				
	Taxable Income (\$)	Interest & Regular Income	Capital Gains	Eligible Canadian Dividends	Ineligible Canadian Dividends
0 to 11,474	-	-	-33.73	-18.53	
11,475 to 11,550	12.53	6.26	-16.44	-3.87	
11,551 to 42,390	28.53	14.26	5.64	14.85	
42,391 to 45,282	32.53	16.26	11.16	19.53	
45,283 to 84,780	37.12	18.56	17.49	24.90	
84,781 to 90,563	41.12	20.56	23.01	29.58	
90,564 to 103,150	45.71	22.86	29.35	34.95	
103,151 to 140,388	47.46	23.73	31.77	37.00	
140,389 to 200,000	49.97	24.98	35.22	39.93	
200,001 and over	53.31	26.65	39.83	43.84	

PRINCE EDWARD ISLAND	Marginal Tax Rates (%)				
	Taxable Income (\$)	Interest & Regular Income	Capital Gains	Eligible Canadian Dividends	Ineligible Canadian Dividends
0 to 7,708	-	-	-35.22	-15.88	
7,709 to 11,474	9.80	4.90	-21.69	-4.41	
11,475 to 31,984	24.80	12.40	-0.99	13.14	
31,985 to 45,282	28.80	14.40	4.53	17.82	
45,283 to 63,969	34.30	17.15	12.12	24.25	
63,970 to 90,563	37.20	18.60	16.12	27.64	
90,564 to 98,145	42.70	21.35	23.71	34.08	
98,146 to 140,388	44.37	22.19	24.56	35.68	
140,389 to 200,000	47.37	23.69	28.70	39.19	
200,001 and over	51.37	25.69	34.22	43.87	

SASKATCHEWAN	Marginal Tax Rates (%)				
	Taxable Income (\$)	Interest & Regular Income	Capital Gains	Eligible Canadian Dividends	Ineligible Canadian Dividends
0 to 11,474	-	-	-35.91	-16.10	
11,475 to 15,843	15.00	7.50	-15.21	1.45	
15,844 to 44,601	26.00	13.00	-0.03	14.32	
44,602 to 45,282	28.00	14.00	2.73	16.66	
45,283 to 90,563	33.50	16.75	10.32	23.09	
90,564 to 127,403	39.00	19.50	17.91	29.53	
127,404 to 140,388	41.00	20.50	20.67	31.87	
140,389 to 200,000	44.00	22.00	24.81	35.38	
200,001 and over	48.00	24.00	30.33	40.06	

NEW BRUNSWICK	Marginal Tax Rates (%)				
	Taxable Income (\$)	Interest & Regular Income	Capital Gains	Eligible Canadian Dividends	Ineligible Canadian Dividends
0 to 9,758	-	-	-37.29	-16.99	
9,759 to 11,474	9.68	4.84	-23.93	-5.66	
11,475 to 40,492	24.68	12.34	-3.23	11.89	
40,493 to 45,282	29.82	14.91	3.86	17.90	
45,283 to 80,985	35.32	17.66	11.45	24.33	
80,986 to 90,563	37.02	18.51	13.80	26.32	
90,564 to 131,664	42.52	21.26	21.39	32.76	
131,665 to 140,388	43.84	21.92	23.21	34.30	
140,389 to 150,000	46.84	23.42	27.35	37.81	
150,001 to 200,000	49.30	24.65	30.75	40.69	
200,001 and over	53.30	26.65	36.27	45.37	

NEWFOUNDLAND & LABRADOR	Marginal Tax Rates (%)				
	Taxable Income (\$)	Interest & Regular Income	Capital Gains	Eligible Canadian Dividends	Ineligible Canadian Dividends
0 to 8,802	-	-	-28.18	-17.11	
8,803 to 11,474	7.70	3.85	-17.55	-8.10	
11,475 to 35,148	22.70	11.35	3.15	9.45	
35,149 to 45,282	27.50	13.75	9.77	15.07	
45,283 to 70,295	33.00	16.50	17.36	21.50	
70,296 to 90,563	33.80	16.90	18.46	22.44	
90,564 to 125,500	39.30	19.65	26.05	28.87	
125,501 to 140,388	40.30	20.15	27.43	30.04	
140,389 to 175,700	43.30	21.65	31.57	33.55	
175,701 to 200,000	44.30	22.15	32.95	34.72	
200,001 and over	48.30	24.15	38.47	39.40	

MANITOBA	Marginal Tax Rates (%)				
	Taxable Income (\$)	Interest & Regular Income	Capital Gains	Eligible Canadian Dividends	Ineligible Canadian Dividends
0 to 9,134	-	-	-31.77	-13.28	
9,135 to 11,474	10.80	5.40	-16.86	-0.65	
11,475 to 31,000	25.80	12.90	3.84	16.90	
31,001 to 45,282	27.75	13.88	6.53	19.19	
45,283 to 67,000	33.25	16.63	14.12	25.62	
67,001 to 90,563	37.90	18.95	20.53	31.06	
90,564 to 140,388	43.40	21.70	28.12	37.50	
140,389 to 200,000	46.40	23.20	32.26	41.01	
200,001 and over	50.40	25.20	37.78	45.69	

The above rates are the combined federal and provincial marginal rates, including all surtaxes, that apply to the actual amount of interest and regular income, capital gains, and dividends received. It is assumed that the only credit claimed is the basic personal amount. These rates are based on federal and provincial budget proposals and news released as of March 2016. Eligible Dividends: Dividends paid by corporations resident in Canada from income that has been subject to the general federal corporate tax rate (public corporations, CCPCs from eligible dividends received from public corporations, other Canadian resident corporations subject to the general corporate rate). Ineligible Dividends: Dividends paid by Canadian Controlled Private Corporations (CCPC) that is from income that is eligible for the small business deduction (SBD) or from investment income other than income from eligible dividends from public corporations. The marginal rates for dividend income reflects the maximum amount of the non-refundable dividend tax credit.

FEDERAL TAX BRACKETS – 2016

Taxable Income (\$)	Federal Tax at Bottom End of Bracket (\$)	Plus this Marginal Rate on the Excess (%)
0 to 45,282	Nil	15
45,283 to 90,563	6,792	20.5
90,564 to 140,388	16,075	26
140,389 to 200,000	29,029	29
200,001 and over	46,316	33

FEDERAL PERSONAL TAX CREDITS – 2016 (\$)

	Gross	Credit (at 15%)
Basic personal	11,474	1,721
Married/eligible dependant ^{1,2}	11,474	1,721
Dependants over 18 and infirm ³	6,788	1,018
Age ⁴	7,125	1,069
Disability	8,001	1,200
Caregiver ^{1,5}	4,667	700

¹The Family Caregiver Amount of \$2,121 is added to these amounts in some cases. ²Reduced by dependant's net income. ³ Reduced by dependant's net income in excess of \$6,807. ⁴Reduced by an amount equal to 15% of net income exceeding \$35,972. ⁵Reduced by dependant's net income in excess of \$15,940.

ADDITIONAL NON-REFUNDABLE FEDERAL TAX CREDITS

Pension income	15% of up to \$2,000 for a maximum credit of \$300
Medical expense	15% of amount in excess of: lesser of a) 3% of net income and b) \$2,237
Tuition fees	15% of amount paid in respect of attendance at a post-secondary institution
Education and Textbook	15% of \$400 education plus \$65 textbook for each month enrolled full-time in a qualifying program (part-time: \$120 education plus \$20 textbook)
Charitable donations	15% for first \$200, 29% of the balance ⁶ (or 33% on the lesser of the amount of the donations and the donor's taxable income in excess of \$200); donations limited to 75% of net income ⁷
Canada pension	15% of contributions
Employment insurance	15% of premiums paid
Public Transit Pass	15% of the cost of public transit travel
Children's Arts	15% of eligible amounts, up to \$250 paid for an eligible program of artistic, cultural, recreational, or developmental activity

⁶First-time donors can claim an additional 25% credit on up to \$1,000 cash donations once between 2013 and 2017. ⁷ On death, donations considered to be made by the individual are limited to 100% of net income in the year of death and the year prior to death. For gifts made by the estate, the estate is permitted a claim in the year or may be carried forward five tax years (10 tax years for ecological gifts) of the estate. Commencing in 2016, donations at death are deemed to be made by the estate and subject to the estate donation rules. However, if the estate is a graduated rate estate, there is the additional flexibility to allocate the donation to the last two tax years of the individual or to an earlier tax year of the estate.

ANNUAL CONTRIBUTION LIMITS FOR TFSA AND RRSP

Year	TFSA maximum	RRSP 18% of prior year earned income to maximum of:
2012	\$5,000	\$22,970
2013	\$5,500	\$23,820
2014	\$5,500	\$24,270
2015	\$10,000	\$24,930
2016	\$5,500	\$25,370
2017	Indexed to inflation	\$26,010
2018 and following	Indexed to inflation	Indexed to average wage growth

ELIGIBLE DIVIDENDS (\$)

The following actual amount of Eligible Canadian dividends can be received by a Canadian resident with no tax payable, assuming no other income or deductions other than the basic personal and dividend tax credit.

British Columbia	51,477	Quebec	35,850
Alberta	51,477	New Brunswick	51,477
Saskatchewan	51,477	Nova Scotia	30,515
Manitoba	24,278	Prince Edward Island	44,700
Ontario	51,477	Nfld. & Labrador	21,368

For federal tax purposes the gross-up rate for eligible dividends is 38%. The enhanced federal dividend tax credit is approximately 15.02% of the grossed-up dividend.

CAPITAL GAINS VS. INELIGIBLE DIVIDENDS (\$)

Capital gains are taxed at lower rates than dividends from a Canadian corporation, but only once taxable income reaches a certain threshold. For taxable incomes below the following thresholds, Canadian dividends (ineligible) will be taxed at lower rates than capital gains.

British Columbia	45,080	Quebec	n/a
Alberta	n/a	New Brunswick	37,440
Saskatchewan	n/a	Nova Scotia	n/a
Manitoba	n/a	Prince Edward Island	n/a
Ontario	57,130	Nfld. & Labrador	41,160

CANADA PENSION PLAN CONTRIBUTIONS – 2016 (\$)

CPP maximum pensionable earnings	54,900.00
Basic exemption	3,500.00
Maximum contributory earnings	51,400.00
Maximum contributions: Employees (4.95%)	2,544.30
Self-employed (9.9%)	5,088.60

CANADA PENSION PLAN BENEFITS (\$)

The maximum benefits available under the CPP program:

	Annual Total	2016 (monthly)
Death benefit (lump sum)	2,500.00	-
Retirement benefit	13,110.00	1,092.50
Post retirement benefit	327.72	27.31
Disability benefit	15,489.72	1,290.81
Survivor's benefit – under 65	7,123.44	593.62
– 65 and older	7,866.00	655.50
Children of disabled person	2,852.00	237.69
Children of deceased person	2,852.00	237.69

OLD AGE SECURITY BENEFITS

The maximum monthly benefit available under the OAS program:

2016 January to March	\$570.52
2016 April to June	\$570.52

For 2016, benefits are repayable if net income exceeds \$73,756. The repayment is 15% of excess income to a maximum of the OAS received. OAS is eliminated once net income reaches \$119,398. A tax-free Guaranteed Income Supplement (GIS) of up to approximately \$773.60 monthly is available for low-income individuals.

