



BDO Dunwoody LLP
Chartered Accountants
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Tax Facts 2009

current to June 15, 2009



Tax Facts 2009 provides you with a summary of 2009 personal income tax rates and amounts, as well as corporate tax rates (as at July 1, 2009), based on announcements made to June 15, 2009. Please note that the information for Nova Scotia does not reflect the 2009 provincial budget announcements, as the Nova Scotia government was defeated after its budget was announced and a new government has been elected.

What's Inside

Top Personal Rates for 2009 - On page 2, we have set out the top rates in Canada on regular income, dividends and capital gains.

Personal Tax Rates - On pages 3 to 7, we have set out the tax brackets that apply for the year 2009. For ease of use, a section has been provided for each province and territory containing both federal and provincial/territorial rates. This information can be used along with the personal tax credit information on pages 14 to 16 to estimate your taxes for 2009.

Ontario Health Premiums - The health premium tax for 2009 is set out on page 7.

Combined Federal and Provincial/Territorial Tax Brackets - On pages 8 to 11, we have condensed the detailed tax rate information for each province into a chart. You can use the chart that applies to you to estimate your combined federal and provincial/territorial tax liability and to determine effective tax rates on regular income, dividends and capital gains within the income ranges provided.

Quick Estimates - To allow you to quickly estimate your tax liability, we have provided a quick estimate chart on pages 12 and 13.

Personal Tax Credits - On pages 14 to 16, we have set out a summary of federal and provincial/territorial tax credit amounts. Under the tax on income system, a different set of credit amounts will apply federally and in each province and territory.

RRSP, RPP and DPSP Limits - On page 17, we have set out the limits for registered retirement savings plans, registered pension plans and deferred profit sharing plans.

CPP, EI and QPIP Rates - On page 17, we have provided the 2009 Employment Insurance rates and premiums, the 2009 Québec Parental Insurance rates and premiums and the 2009 Canada Pension Plan rates and contributions.

Business Tax Rate Information - On pages 18 and 19, we have provided a summary of corporate income tax rates, as well as payroll and sales tax rates. On page 20, we have summarized capital tax rates.

Call your local BDO representative now for advice on minimizing your taxes. *Tax Facts 2009* is a publication of BDO Dunwoody LLP on developments in the area of taxation. This material is general in nature and should not be relied upon to replace the requirement for specific professional advice. For more information, call your local BDO office or contact our National office at:

Telephone: 1-800-805-9544 Fax: (416) 367-3912 Internet: www.bdo.ca E-mail: info@bdo.ca

The information in this publication is current as of June 15, 2009. Proposed changes announced in the 2009 federal, provincial and territorial budgets are reflected in the information provided, and are subject to change until passed into law. Please note that the information for Nova Scotia does not reflect the 2009 provincial budget announcements as the Nova Scotia government was defeated after its budget was announced and a new government has been elected.

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2009 Top Personal Marginal Tax Rates

Jurisdiction	Tax on Income Top Rate (%)	Tax-On-Tax Top Rate (%)	Provincial Surtax (%)	2009 Combined Top Marginal Rates			
				Regular Income (%)	Eligible Dividends (%)	Ineligible Dividends (%)	Capital Gains (%)
Federal	29.00	---	---	---	---	---	---
British Columbia	14.70	---	---	43.70	19.92	32.71	21.85
Alberta	10.00	---	---	39.00	14.55	27.71	19.50
Saskatchewan	15.00	---	---	44.00	20.35	30.83	22.00
Manitoba	17.40	---	---	46.40	23.83	38.21	23.20
Ontario	11.16	---	20.00/36.00	46.41	23.06	31.34	23.21
Québec	24.00	---	---	48.22	29.69	36.35	24.11
New Brunswick	17.00	---	---	46.00	21.80	34.21	23.00
Nova Scotia	17.50	---	10.00	48.25	28.35	33.06	24.13
Prince Edward Island	16.70	---	10.00	47.37	24.44	38.15	23.69
Newfoundland & Labrador	15.50	---	---	44.50	22.89	32.71	22.25
Yukon	12.76	---	5.00	42.40	17.23	30.49	21.20
Northwest Territories	14.05	---	---	43.05	18.25	29.65	21.53
Nunavut	11.50	---	---	40.50	22.24	28.96	20.25
Non-resident	---	48.00	---	42.92	---	---	21.46

2009 Personal Income Tax Rates

British Columbia Residents			
Federal Tax Calculation		British Columbia Tax Calculation	
1. Calculate federal tax using the table below.	\$ _____	1. Calculate British Columbia tax using the table below.	\$ _____
<u>Taxable Income</u>	<u>Federal Tax</u>	<u>Taxable Income</u>	<u>British Columbia Tax</u>
\$0 to \$40,726	15.00%	\$0 to \$35,716	5.06%
\$40,726 to \$81,452	\$6,109 plus 22.00% of the amount over \$40,726	\$35,716 to \$71,433	\$1,807 plus 7.70% of the amount over \$35,716
\$81,452 to \$126,264	\$15,069 plus 26.00% of the amount over \$81,452	\$71,433 to \$82,014	\$4,557 plus 10.50% of the amount over \$71,433
\$126,264 and over	\$26,720 plus 29.00% of the amount over \$126,264	\$82,014 to \$99,588	\$5,668 plus 12.29% of the amount over \$82,014
\$99,588 and over		\$99,588 and over	\$7,828 plus 14.70% of the amount over \$99,588
2. Reduce tax by total personal tax credits. See page 14 for details.	\$ _____	2. Reduce tax by total personal tax credits. See page 14 for details.	\$ _____
3. Total federal tax	\$ _____	3. Total British Columbia tax	\$ _____

Alberta Residents			
Federal Tax Calculation		Alberta Tax Calculation	
1. Calculate federal tax using the table below.	\$ _____	1. Calculate Alberta tax using the formula below.	\$ _____
<u>Taxable Income</u>	<u>Federal Tax</u>	Taxable income x 10.00%	
\$0 to \$40,726	15.00%	2. Reduce tax by total personal tax credits. See page 14 for details.	\$ _____
\$40,726 to \$81,452	\$6,109 plus 22.00% of the amount over \$40,726	3. Total Alberta tax	\$ _____
\$81,452 to \$126,264	\$15,069 plus 26.00% of the amount over \$81,452		
\$126,264 and over	\$26,720 plus 29.00% of the amount over \$126,264		
2. Reduce tax by total personal tax credits. See page 14 for details.	\$ _____		
3. Total federal tax	\$ _____		

Saskatchewan Residents			
Federal Tax Calculation		Saskatchewan Tax Calculation	
1. Calculate federal tax using the table below.	\$ _____	1. Calculate Saskatchewan tax using the table below.	\$ _____
<u>Taxable Income</u>	<u>Federal Tax</u>	<u>Taxable Income</u>	<u>Saskatchewan Tax</u>
\$0 to \$40,726	15.00%	\$0 to \$40,113	11.00%
\$40,726 to \$81,452	\$6,109 plus 22.00% of the amount over \$40,726	\$40,113 to \$114,610	\$4,412 plus 13.00% of the amount over \$40,113
\$81,452 to \$126,264	\$15,069 plus 26.00% of the amount over \$81,452	\$114,610 and over	\$14,097 plus 15.00% of the amount over \$114,610
\$126,264 and over	\$26,720 plus 29.00% of the amount over \$126,264	2. Reduce tax by total personal tax credits. See page 14 for details.	\$ _____
2. Reduce tax by total personal tax credits. See page 14 for details.	\$ _____	3. Total Saskatchewan tax	\$ _____
3. Total federal tax	\$ _____		

2009 Personal Income Tax Rates

Manitoba Residents			
Federal Tax Calculation			
1. Calculate federal tax using the table below.		\$ _____	
<u>Taxable Income</u>	<u>Federal Tax</u>		
\$0 to \$40,726	15.00%		
\$40,726 to \$81,452	\$6,109 plus 22.00% of the amount over \$40,726		
\$81,452 to \$126,264	\$15,069 plus 26.00% of the amount over \$81,452		
\$126,264 and over	\$26,720 plus 29.00% of the amount over \$126,264		
2. Reduce tax by total personal tax credits. See page 14 for details.		\$ _____	
3. Total federal tax		\$ _____	
Manitoba Tax Calculation			
1. Calculate Manitoba tax using the table below.		\$ _____	
<u>Taxable Income</u>	<u>Manitoba Tax</u>		
\$0 to \$31,000	10.80%		
\$31,000 to \$67,000	\$3,348 plus 12.75% of the amount over \$31,000		
\$67,000 and over	\$7,938 plus 17.40% of the amount over \$67,000		
2. Reduce tax by total personal tax credits. See page 14 for details.		\$ _____	
3. Total Manitoba tax		\$ _____	

Ontario Residents			
Federal Tax Calculation			
1. Calculate federal tax using the table below.		\$ _____	
<u>Taxable Income</u>	<u>Federal Tax</u>		
\$0 to \$40,726	15.00%		
\$40,726 to \$81,452	\$6,109 plus 22.00% of the amount over \$40,726		
\$81,452 to \$126,264	\$15,069 plus 26.00% of the amount over \$81,452		
\$126,264 and over	\$26,720 plus 29.00% of the amount over \$126,264		
2. Reduce tax by total personal tax credits. See page 14 for details.		\$ _____	
3. Total federal tax		\$ _____	
Ontario Tax Calculation			
1. Calculate Ontario tax using the table below.		\$ _____	
<u>Taxable Income</u>	<u>Ontario Tax</u>		
\$0 to \$36,848	6.05%		
\$36,848 to \$73,698	\$2,229 plus 9.15% of the amount over \$36,848		
\$73,698 and over	\$5,601 plus 11.16% of the amount over \$73,698		
2. Reduce tax by total personal tax credits. See page 14 for details.		\$ _____	
3. Basic Ontario tax (BOT)		\$ _____	
4. Add: Ontario surtax			
• 20.00% of BOT over \$4,257 plus			
• 36.00% of BOT over \$5,370		\$ _____	
5. Total Ontario tax		\$ _____	

Québec Residents			
Federal Tax Calculation			
1. Calculate federal tax using the table below.		\$ _____	
<u>Taxable Income</u>	<u>Federal Tax</u>		
\$0 to \$40,726	15.00%		
\$40,726 to \$81,452	\$6,109 plus 22.00% of the amount over \$40,726		
\$81,452 to \$126,264	\$15,069 plus 26.00% of the amount over \$81,452		
\$126,264 and over	\$26,720 plus 29.00% of the amount over \$126,264		
2. Reduce tax by total personal tax credits. See page 14 for details.		\$ _____	
3. Basic federal tax (BFT)		\$ _____	
4. Deduct Québec abatement, 16.5% of BFT		\$ _____	
5. Net federal tax		\$ _____	
Québec Tax Calculation			
1. Calculate Québec tax using the table below.		\$ _____	
<u>Taxable Income</u>	<u>Québec Tax</u>		
\$0 to \$38,385	16.00%		
\$38,385 to \$76,770	\$6,142 plus 20.00% of the amount over \$38,385		
\$76,770 and over	\$13,819 plus 24.00% of the amount over \$76,770		
2. Reduce tax by total personal tax credits. See page 14 for details.		\$ _____	
3. Total Québec tax		\$ _____	

2009 Personal Income Tax Rates

New Brunswick Residents			
Federal Tax Calculation		New Brunswick Tax Calculation	
1. Calculate federal tax using the table below.	\$ _____	1. Calculate New Brunswick tax using the table below.	\$ _____
<u>Taxable Income</u>	<u>Federal Tax</u>	<u>Taxable Income</u>	<u>New Brunswick Tax</u>
\$0 to \$40,726	15.00%	\$0 to \$35,707	9.65%
\$40,726 to \$81,452	\$6,109 plus 22.00% of the amount over \$40,726	\$35,707 to \$71,415	\$3,446 plus 14.50% of the amount over \$35,707
\$81,452 to \$126,264	\$15,069 plus 26.00% of the amount over \$81,452	\$71,415 to \$116,105	\$8,624 plus 16.00% of the amount over \$71,415
\$126,264 and over	\$26,720 plus 29.00% of the amount over \$126,264	\$116,105 and over	\$15,774 plus 17.00% of the amount over \$116,105
2. Reduce tax by total personal tax credits. See page 14 for details.	\$ _____	2. Reduce tax by total personal tax credits. See page 15 for details.	\$ _____
3. Total federal tax	\$ _____	3. Total New Brunswick tax	\$ _____

Nova Scotia Residents			
Federal Tax Calculation		Nova Scotia Tax Calculation	
1. Calculate federal tax using the table below.	\$ _____	1. Calculate Nova Scotia tax using the table below.	\$ _____
<u>Taxable Income</u>	<u>Federal Tax</u>	<u>Taxable Income</u>	<u>Nova Scotia Tax</u>
\$0 to \$40,726	15.00%	\$0 to \$29,590	8.79%
\$40,726 to \$81,452	\$6,109 plus 22.00% of the amount over \$40,726	\$29,590 to \$59,180	\$2,601 plus 14.95% of the amount over \$29,590
\$81,452 to \$126,264	\$15,069 plus 26.00% of the amount over \$81,452	\$59,180 to \$93,000	\$7,025 plus 16.67% of the amount over \$59,180
\$126,264 and over	\$26,720 plus 29.00% of the amount over \$126,264	\$93,000 and over	\$12,663 plus 17.50% of the amount over \$93,000
2. Reduce tax by total personal tax credits. See page 14 for details.	\$ _____	2. Reduce tax by total personal tax credits. See page 15 for details.	\$ _____
3. Total federal tax	\$ _____	3. Basic Nova Scotia tax (BNST)	\$ _____
		4. Add: Nova Scotia surtax	
		• 10.00% of BNST over \$10,000	\$ _____
		5. Total Nova Scotia tax	\$ _____

Prince Edward Island Residents			
Federal Tax Calculation		Prince Edward Island Tax Calculation	
1. Calculate federal tax using the table below.	\$ _____	1. Calculate P.E.I. tax using the table below.	\$ _____
<u>Taxable Income</u>	<u>Federal Tax</u>	<u>Taxable Income</u>	<u>Prince Edward Island Tax</u>
\$0 to \$40,726	15.00%	\$0 to \$31,984	9.80%
\$40,726 to \$81,452	\$6,109 plus 22.00% of the amount over \$40,726	\$31,984 to \$63,969	\$3,134 plus 13.80% of the amount over \$31,984
\$81,452 to \$126,264	\$15,069 plus 26.00% of the amount over \$81,452	\$63,969 and over	\$7,548 plus 16.70% of the amount over \$63,969
\$126,264 and over	\$26,720 plus 29.00% of the amount over \$126,264		
2. Reduce tax by total personal tax credits. See page 14 for details.	\$ _____	2. Reduce tax by total personal tax credits. See page 15 for details.	\$ _____
3. Total federal tax	\$ _____	3. Basic Prince Edward Island tax (BPEIT)	\$ _____
		4. Add: Prince Edward Island surtax	
		• 10.00% of BPEIT over \$12,500	\$ _____
		5. Total Prince Edward Island tax	\$ _____

2009 Personal Income Tax Rates

Newfoundland and Labrador Residents			
Federal Tax Calculation		Newfoundland and Labrador Tax Calculation	
1. Calculate federal tax using the table below.	\$ _____	1. Calculate Nfld. and Labrador tax using the table below.	\$ _____
<u>Taxable Income</u>	<u>Federal Tax</u>	<u>Taxable Income</u>	<u>Newfoundland and Labrador Tax</u>
\$0 to \$40,726	15.00%	\$0 to \$31,061	7.70%
\$40,726 to \$81,452	\$6,109 plus 22.00% of the amount over \$40,726	\$31,061 to \$62,121	\$2,392 plus 12.80% of the amount over \$31,061
\$81,452 to \$126,264	\$15,069 plus 26.00% of the amount over \$81,452	\$62,121 and over	\$6,368 plus 15.50% of the amount over \$62,121
\$126,264 and over	\$26,720 plus 29.00% of the amount over \$126,264		
2. Reduce tax by total personal tax credits. See page 14 for details.	\$ _____	2. Reduce tax by total personal tax credits. See page 15 for details.	\$ _____
3. Total federal tax	\$ _____	3. Total Newfoundland and Labrador tax	\$ _____

Yukon Residents			
Federal Tax Calculation		Yukon Tax Calculation	
1. Calculate federal tax using the table below.	\$ _____	1. Calculate Yukon tax using the table below.	\$ _____
<u>Taxable Income</u>	<u>Federal Tax</u>	<u>Taxable Income</u>	<u>Yukon Tax</u>
\$0 to \$40,726	15.00%	\$0 to \$40,726	7.04%
\$40,726 to \$81,452	\$6,109 plus 22.00% of the amount over \$40,726	\$40,726 to \$81,452	\$2,867 plus 9.68% of the amount over \$40,726
\$81,452 to \$126,264	\$15,069 plus 26.00% of the amount over \$81,452	\$81,452 to \$126,264	\$6,809 plus 11.44% of the amount over \$81,452
\$126,264 and over	\$26,720 plus 29.00% of the amount over \$126,264	\$126,264 and over	\$11,935 plus 12.76% of the amount over \$126,264
2. Reduce tax by total personal tax credits. See page 14 for details.	\$ _____	2. Reduce tax by total personal tax credits. See page 15 for details.	\$ _____
3. Total federal tax	\$ _____	3. Basic Yukon tax (BYT)	\$ _____
		4. Add: Yukon surtax	
		• 5.00% of BYT over \$6,000	\$ _____
		5. Total Yukon tax	\$ _____

Northwest Territories Residents			
Federal Tax Calculation		Northwest Territories Tax Calculation	
1. Calculate federal tax using the table below.	\$ _____	1. Calculate N.W.T. tax using the table below.	\$ _____
<u>Taxable Income</u>	<u>Federal Tax</u>	<u>Taxable Income</u>	<u>Northwest Territories Tax</u>
\$0 to \$40,726	15.00%	\$0 to \$36,885	5.90%
\$40,726 to \$81,452	\$6,109 plus 22.00% of the amount over \$40,726	\$36,885 to \$73,772	\$2,176 plus 8.60% of the amount over \$36,885
\$81,452 to \$126,264	\$15,069 plus 26.00% of the amount over \$81,452	\$73,772 to \$119,936	\$5,348 plus 12.20% of the amount over \$73,772
\$126,264 and over	\$26,720 plus 29.00% of the amount over \$126,264	\$119,936 and over	\$10,980 plus 14.05% of the amount over \$119,936
2. Reduce tax by total personal tax credits. See page 14 for details.	\$ _____	2. Reduce tax by total personal tax credits. See page 15 for details.	\$ _____
3. Total federal tax	\$ _____	3. Total Northwest Territories tax	\$ _____

2009 Personal Income Tax Rates

Nunavut Residents			
Federal Tax Calculation		Nunavut Tax Calculation	
1. Calculate federal tax using the table below.	\$ _____	1. Calculate Nunavut tax using the table below.	\$ _____
<u>Taxable Income</u>	<u>Federal Tax</u>	<u>Taxable Income</u>	<u>Nunavut Tax</u>
\$0 to \$40,726	15.00%	\$0 to \$38,832	4.00%
\$40,726 to \$81,452	\$6,109 plus 22.00% of the amount over \$40,726	\$38,832 to \$77,664	\$1,553 plus 7.00% of the amount over \$38,832
\$81,452 to \$126,264	\$15,069 plus 26.00% of the amount over \$81,452	\$77,664 to \$126,264	\$4,271 plus 9.00% of the amount over \$77,664
\$126,264 and over	\$26,720 plus 29.00% of the amount over \$126,264	\$126,264 and over	\$8,645 plus 11.50% of the amount over \$126,264
2. Reduce tax by total personal tax credits. See page 14 for details.	\$ _____	2. Reduce tax by total personal tax credits. See page 15 for details.	\$ _____
3. Total federal tax	\$ _____	3. Total Nunavut tax	\$ _____

Ontario Health Premium Tax

The Ontario government introduced a health premium tax in its 2004 budget. Ontario health premiums are based on an individual's taxable income level, similar to personal income tax rates, and the premiums increase at higher levels of taxable income, as set out in the chart below.

Ontario Health Premiums for Ontario Residents	
Taxable Income	2009 and Subsequent Taxation Years
Up to \$20,000	--
\$20,000 - \$25,000	6% of TI** over \$20,000
\$25,000 - \$36,000	\$300
\$36,000 - \$38,500	\$300 plus 6% of TI over \$36,000
\$38,500 - \$48,000	\$450
\$48,000 - \$48,600	\$450 plus 25% of TI over \$48,000
\$48,600 - \$72,000	\$600
\$72,000 - \$72,600	\$600 plus 25% of TI over \$72,000
\$72,600 - \$200,000	\$750
\$200,000 - \$200,600	\$750 plus 25% of TI over \$200,000
More than \$200,600	\$900

** TI = taxable income

2009 Combined Federal and Provincial/Territorial Tax Brackets

Use the following tables (pages 8 to 11) to estimate combined federal and provincial/territorial tax and effective combined tax rates on regular income, dividends and capital gains. Tax rates and amounts include surtaxes where applicable. Reduce the tax by your total federal and provincial/territorial tax credits (see pages 14 to 16). Note that provincial/territorial tax reductions at lower levels of income have not been included.

British Columbia						
Taxable Income Range From: (\$)	To: (\$)	Tax on Bottom of Range (Regular Income) (\$)	Rate on Regular Income (%)	Rate on Eligible Dividends (%)	Rate on Ineligible Dividends (%)	Rate on Capital Gains (%)
0	35,716	0	20.06	0.00	3.16	10.03
35,716	40,726	7,165	22.70	0.00	6.46	11.35
40,726	71,433	8,302	29.70	4.40	15.21	14.85
71,433	81,452	17,422	32.50	4.40	18.71	16.25
81,452	82,014	20,678	36.50	10.20	23.71	18.25
82,014	99,588	20,883	38.29	12.07	25.95	19.15
99,588	126,264	27,612	40.70	15.57	28.96	20.35
126,264	and over	38,469	43.70	19.92	32.71	21.85

Alberta						
Taxable Income Range From: (\$)	To: (\$)	Tax on Bottom of Range (Regular Income) (\$)	Rate on Regular Income (%)	Rate on Eligible Dividends (%)	Rate on Ineligible Dividends (%)	Rate on Capital Gains (%)
0	40,726	0	25.00	0.00	10.21	12.50
40,726	81,452	10,182	32.00	4.40	18.96	16.00
81,452	126,264	23,214	36.00	10.20	23.96	18.00
126,264	and over	39,346	39.00	14.55	27.71	19.50

Saskatchewan						
Taxable Income Range From: (\$)	To: (\$)	Tax on Bottom of Range (Regular Income) (\$)	Rate on Regular Income (%)	Rate on Eligible Dividends (%)	Rate on Ineligible Dividends (%)	Rate on Capital Gains (%)
0	40,113	0	26.00	0.00	8.33	13.00
40,113	40,726	10,429	28.00	2.90	10.83	14.00
40,726	81,452	10,601	35.00	7.30	19.58	17.50
81,452	114,610	24,855	39.00	13.10	24.58	19.50
114,610	126,264	37,787	41.00	16.00	27.08	20.50
126,264	and over	42,565	44.00	20.35	30.83	22.00

Manitoba						
Taxable Income Range From: (\$)	To: (\$)	Tax on Bottom of Range (Regular Income) (\$)	Rate on Regular Income (%)	Rate on Eligible Dividends (%)	Rate on Ineligible Dividends (%)	Rate on Capital Gains (%)
0	31,000	0	25.80	0.00	12.46	12.90
31,000	40,726	7,998	27.75	2.54	14.90	13.88
40,726	67,000	10,697	34.75	6.94	23.65	17.38
67,000	81,452	19,827	39.40	13.68	29.46	19.70
81,452	126,264	25,521	43.40	19.48	34.46	21.70
126,264	and over	44,970	46.40	23.83	38.21	23.20

2009 Combined Federal and Provincial/Territorial Tax Brackets

(See note on page 8.)

Ontario (does not include Ontario Health Premiums)						
Taxable Income Range From: (\$)	To: (\$)	Tax on Bottom of Range (Regular Income) (\$)	Rate on Regular Income (%)	Rate on Eligible Dividends (%)	Rate on Ineligible Dividends (%)	Rate on Capital Gains (%)
0	36,848	0	21.05	0.00	3.23	10.53
36,848	40,726	7,757	24.15	2.54	7.11	12.08
40,726	64,884	8,694	31.15	6.94	15.86	15.58
64,884	73,698	16,219	32.98	7.45	16.86	16.49
73,698	76,452	19,126	35.39	10.94	19.88	17.70
76,452	81,452	20,101	39.41	12.91	22.59	19.71
81,452	126,264	22,072	43.41	18.71	27.59	21.71
126,264	and over	41,525	46.41	23.06	31.34	23.21

Québec						
Taxable Income Range From: (\$)	To: (\$)	Tax on Bottom of Range (Regular Income) (\$)	Rate on Regular Income (%)	Rate on Eligible Dividends (%)	Rate on Ineligible Dividends (%)	Rate on Capital Gains (%)
0	38,385	0	28.53	5.95	11.74	14.27
38,385	40,726	10,951	32.53	11.75	16.74	16.27
40,726	76,770	11,713	38.37	15.42	24.05	19.19
76,770	81,452	25,543	42.37	21.22	29.05	21.19
81,452	126,264	27,527	45.71	26.07	33.22	22.86
126,264	and over	48,011	48.22	29.70	36.35	24.11

New Brunswick						
Taxable Income Range From: (\$)	To: (\$)	Tax on Bottom of Range (Regular Income) (\$)	Rate on Regular Income (%)	Rate on Eligible Dividends (%)	Rate on Ineligible Dividends (%)	Rate on Capital Gains (%)
0	35,707	0	24.65	0.00	7.52	12.33
35,707	40,726	8,802	29.50	3.63	13.58	14.75
40,726	71,415	10,283	36.50	8.03	22.33	18.25
71,415	81,452	21,484	38.00	10.20	24.21	19.00
81,452	116,105	25,298	42.00	16.00	29.21	21.00
116,105	126,264	39,852	43.00	17.45	30.46	21.50
126,264	and over	44,220	46.00	21.80	34.21	23.00

2009 Combined Federal and Provincial/Territorial Tax Brackets

(See note on page 8.)

Nova Scotia						
Taxable Income Range From: (\$)	Taxable Income Range To: (\$)	Tax on Bottom of Range (Regular Income) (\$)	Rate on Regular Income (%)	Rate on Eligible Dividends (%)	Rate on Ineligible Dividends (%)	Rate on Capital Gains (%)
0	29,590	0	23.79	0.00	3.45	11.90
29,590	40,726	7,039	29.95	8.85	11.15	14.98
40,726	59,180	10,374	36.95	13.25	19.90	18.48
59,180	81,235	17,193	38.67	15.74	22.05	19.34
81,235	81,452	25,722	40.34	16.87	23.17	20.17
81,452	93,000	25,810	44.34	22.67	28.17	22.17
93,000	126,264	30,930	45.25	24.00	29.31	22.63
126,264	and over	45,982	48.25	28.35	33.06	24.13

Prince Edward Island						
Taxable Income Range From: (\$)	Taxable Income Range To: (\$)	Tax on Bottom of Range (Regular Income) (\$)	Rate on Regular Income (%)	Rate on Eligible Dividends (%)	Rate on Ineligible Dividends (%)	Rate on Capital Gains (%)
0	31,984	0	24.80	0.00	10.33	12.40
31,984	40,726	7,932	28.80	4.79	15.33	14.40
40,726	63,969	10,450	35.80	9.19	24.08	17.90
63,969	81,452	18,771	38.70	13.39	27.71	19.35
81,452	98,145	25,537	42.70	19.19	32.71	21.35
98,145	126,264	32,665	44.37	20.09	34.40	22.19
126,264	and over	45,141	47.37	24.44	38.15	23.69

Newfoundland and Labrador						
Taxable Income Range From: (\$)	Taxable Income Range To: (\$)	Tax on Bottom of Range (Regular Income) (\$)	Rate on Regular Income (%)	Rate on Eligible Dividends (%)	Rate on Ineligible Dividends (%)	Rate on Capital Gains (%)
0	31,061	0	22.70	0.00	5.46	11.35
31,061	40,726	7,051	27.80	4.42	11.83	13.90
40,726	62,121	9,738	34.80	8.82	20.58	17.40
62,121	81,452	17,183	37.50	12.74	23.96	18.75
81,452	126,264	24,432	41.50	18.54	28.96	20.75
126,264	and over	43,029	44.50	22.89	32.71	22.25

2009 Combined Federal and Provincial/Territorial Tax Brackets

(See note on page 8.)

Yukon						
Taxable Income Range From: (\$)	Taxable Income Range To: (\$)	Tax on Bottom of Range (Regular Income) (\$)	Rate on Regular Income (%)	Rate on Eligible Dividends (%)	Rate on Ineligible Dividends (%)	Rate on Capital Gains (%)
0	40,726	0	22.04	0.00	5.32	11.02
40,726	80,597	8,976	31.68	4.40	17.37	15.84
80,597	81,452	21,607	32.16	4.40	17.70	16.08
81,452	126,264	21,882	38.01	10.87	25.01	19.01
126,264	and over	38,916	42.40	17.23	30.49	21.20

Northwest Territories						
Taxable Income Range From: (\$)	Taxable Income Range To: (\$)	Tax on Bottom of Range (Regular Income) (\$)	Rate on Regular Income (%)	Rate on Eligible Dividends (%)	Rate on Ineligible Dividends (%)	Rate on Capital Gains (%)
0	36,885	0	20.90	0.00	2.08	10.45
36,885	40,726	7,709	23.60	0.00	5.33	11.80
40,726	73,772	8,615	30.60	4.40	14.08	15.30
73,772	81,452	18,727	34.20	5.42	18.58	17.10
81,452	119,936	21,354	38.20	11.22	23.58	19.10
119,936	126,264	36,055	40.05	13.90	25.90	20.03
126,264	and over	38,589	43.05	18.25	29.65	21.53

Nunavut						
Taxable Income Range From: (\$)	Taxable Income Range To: (\$)	Tax on Bottom of Range (Regular Income) (\$)	Rate on Regular Income (%)	Rate on Eligible Dividends (%)	Rate on Ineligible Dividends (%)	Rate on Capital Gains (%)
0	38,832	0	19.00	0.00	2.08	9.50
38,832	40,726	7,378	22.00	1.16	5.83	11.00
40,726	77,664	7,795	29.00	5.56	14.58	14.50
77,664	81,452	18,507	31.00	8.46	17.08	15.50
81,452	126,264	19,681	35.00	14.26	22.08	17.50
126,264	and over	35,365	40.50	22.24	28.96	20.25

Non-Resident						
Taxable Income Range From: (\$)	Taxable Income Range To: (\$)	Tax on Bottom of Range (Regular Income) (\$)	Rate on Regular Income (%)	Rate on Eligible Dividends (%)	Rate on Ineligible Dividends (%)	Rate on Capital Gains (%)
0	40,726	0	22.20	---	---	11.10
40,726	81,452	9,041	32.56	---	---	16.28
81,452	126,264	22,301	38.48	---	---	19.24
126,264	and over	39,545	42.92	---	---	21.46

2009 Personal Tax Quick Estimate Table

Estimates include basic personal tax credits. For other tax credits, see pages 14 to 16. Low-income tax reductions and refundable provincial/territorial credits are not included. The Ontario Health Premium is also not included.

Income Level	B.C.	Alta.	Sask.	Man.	Ont.	Qué.
10,000	32	-	-	202	68	-
15,000	987	702	892	1,444	1,072	895
20,000	1,990	1,775	2,192	2,734	2,125	2,321
25,000	2,993	3,025	3,492	4,024	3,177	3,748
30,000	3,996	4,275	4,792	5,314	4,230	5,174
35,000	4,999	5,525	6,092	6,682	5,282	6,600
40,000	6,115	6,775	7,392	8,069	6,432	8,091
45,000	7,549	8,324	9,089	9,756	7,939	9,968
50,000	9,034	9,924	10,839	11,493	9,496	11,886
55,000	10,519	11,524	12,589	13,231	11,054	13,805
60,000	12,004	13,124	14,339	14,968	12,611	15,723
65,000	13,489	14,724	16,089	16,706	14,171	17,642
70,000	14,974	16,324	17,839	18,583	15,820	19,560
75,000	16,559	17,924	19,589	20,553	17,501	21,479
80,000	18,184	19,524	21,339	22,523	19,413	23,526
85,000	20,004	21,266	23,231	24,635	21,526	25,764
90,000	21,919	23,066	25,181	26,805	23,696	28,049
95,000	23,833	24,866	27,131	28,975	25,867	30,335
100,000	25,758	26,666	29,081	31,145	28,037	32,620
105,000	27,793	28,466	31,031	33,315	30,208	34,906
110,000	29,828	30,266	32,981	35,485	32,378	37,191
115,000	31,863	32,066	34,939	37,655	34,549	39,477
120,000	33,898	33,866	36,989	39,825	36,719	41,762
125,000	35,933	35,666	39,039	41,995	38,890	44,048
126,264	36,447	36,121	39,558	42,543	39,438	44,625
Top Combined Marginal Rates						
Regular Income	43.70%	39.00%	44.00%	46.40%	46.41%	48.22%
Dividends - Eligible	19.92%	14.55%	20.35%	23.83%	23.06%	29.69%
Dividends - Ineligible	32.71%	27.71%	30.83%	38.21%	31.34%	36.35%
Capital Gains	21.85%	19.50%	22.00%	23.20%	23.21%	24.11%

2009 Personal Tax Quick Estimate Table

(See note on page 12.)

Income Level	N.B.	N.S.	P.E.I.	Nfld.	Yukon	N.W.T.	Nunavut
10,000	135	177	225	171	-	-	-
15,000	1,319	1,319	1,417	1,258	1,031	840	836
20,000	2,552	2,508	2,657	2,393	2,133	1,885	1,786
25,000	3,784	3,698	3,897	3,528	3,235	2,930	2,736
30,000	5,017	4,913	5,137	4,663	4,337	3,975	3,686
35,000	6,249	6,410	6,497	5,999	5,439	5,020	4,636
40,000	7,690	7,908	7,937	7,389	6,541	6,149	5,621
45,000	9,464	9,705	9,676	9,079	8,055	7,628	7,020
50,000	11,289	11,552	11,466	10,819	9,639	9,158	8,470
55,000	13,114	13,400	13,256	12,559	11,223	10,688	9,920
60,000	14,939	15,261	15,046	14,299	12,807	12,218	11,370
65,000	16,764	17,195	16,866	16,117	14,391	13,748	12,820
70,000	18,589	19,128	18,801	17,992	15,975	15,278	14,270
75,000	20,469	21,062	20,736	19,867	17,559	16,852	15,720
80,000	22,369	22,995	22,671	21,742	19,143	18,562	17,217
85,000	24,411	25,134	24,748	23,759	20,956	20,414	18,909
90,000	26,511	27,351	26,883	25,834	22,857	22,324	20,659
95,000	28,611	29,586	29,018	27,909	24,757	24,234	22,409
100,000	30,711	31,849	31,184	29,984	26,658	26,144	24,159
105,000	32,811	34,111	33,403	32,059	28,559	28,054	25,909
110,000	34,911	36,374	35,621	34,134	30,459	29,964	27,659
115,000	37,011	38,636	37,840	36,209	32,360	31,874	29,409
120,000	39,149	40,899	40,058	38,284	34,260	33,785	31,159
125,000	41,299	43,161	42,277	40,359	36,161	35,788	32,909
126,264	41,843	43,733	42,837	40,883	36,641	36,294	33,351
Top Combined Marginal Rates							
Regular Income	46.00%	48.25%	47.37%	44.50%	42.40%	43.05%	40.50%
Dividends - Eligible	21.80%	28.35%	24.44%	22.89%	17.23%	18.25%	22.24%
Dividends - Ineligible	34.21%	33.06%	38.15%	32.71%	30.49%	29.65%	28.96%
Capital Gains	23.00%	24.13%	23.69%	22.25%	21.20%	21.53%	20.25%

2009 Personal Tax Credits - Federal and Provincial/Territorial

The following chart (pages 14 and 15) summarizes federal and provincial/territorial tax credit amounts and rates. Where a threshold is indicated, income over the threshold reduces the credit amount listed. To determine your total non-refundable credits, add up the credits you're eligible for and apply the tax credit multiplier.

	Fed.	B.C.	Alta.	Sask.	Man.	Ont.	Qué.
Tax Credit Multiplier	15.00%	5.06%	10.00%	11.00%	10.80%	6.05%	20.00%
Personal	\$10,320	\$9,373	\$16,775	\$13,269	\$8,134	\$8,881	\$10,455 (8)
Spouse/Common-law partner	10,320	8,026	16,775	13,269	8,134	7,541	(9)
Reduction threshold	-	803	-	1,327	-	754	
Eligible dependant	10,320	8,026	16,775	13,269	8,134	7,541	(10)
Reduction threshold	-	803	-	1,327	-	754	
Child/Dependant							(11)
Each dependant under 18 (1)	2,089	-	-	4,915	-	-	
Each dependant under 6 (max.) (2)	-	-	-	-	-	-	
Age	6,408	4,203	4,675	4,340 (7)	3,728	4,336	2,250
Reduction - 15% of income over	32,312	31,288	34,799	32,312	27,749	32,280	(12)
Disability							
Self	7,196	7,030	12,940	8,395	6,180	7,175	2,380
Dependant (maximum) (3)	11,394	11,131	22,650	16,790	9,785	11,361	2,380
Disabled/infirm dependant (age 18 and over)	4,198	4,101	9,710	8,395	3,605	4,186	(13)
Reduction threshold	5,956	6,533	6,415	5,956	5,115	5,950	
Caregiver	4,198	4,101	9,711	8,395	3,605	4,186	(13)
Reduction threshold	14,336	13,881	15,439	14,337	12,312	14,321	
Pension income	2,000	1,000	1,292	1,000	1,000	1,228	2,000 (12)
Education (and Textbook) (4)							
Full-time amount per month	465	200	652	400	400	478	N/A
Part-time amount per month	140	60	196	120	120	143	N/A
CPP (max. amount)	2,119	2,119	2,119	2,119	2,119	2,119	(8)
EI (max. amount)	732	732	732	732	732	732	(8)
Canada employment (max. amount)	1,044	-	-	-	-	-	-
Other (5)	Payment	Payment	Payment	Payment	Payment	Payment	Payment
Medical	Amt. Pd.	Amt. Pd.	Amt. Pd.	Amt. Pd.	Amt. Pd.	Amt. Pd.	Amt. Pd.
Reduction threshold	2,011	1,949	2,167	2,011	1,728	2,010	(14)
Adoption expenses (max. amount)	10,909	10,909	11,473	-	10,000	10,836	(15)
Children's fitness (max. amount) (6)	500	-	-	-	500	-	-
If disabled	1,000	-	-	-	1,000	-	-
Transit amount on eligible expenditures	Amt. Pd.	-	-	-	-	-	-
Charitable donations							
On first \$200	15.00%	5.06%	10.00%	11.00%	10.80%	6.05%	20.00%
On balance	29.00%	14.70%	21.00%	15.00%	17.40%	11.16%	24.00%
Ineligible dividend tax credit - on actual amount received	16.667%	5.25%	4.375%	7.5%	3.125%	6.4125%	10%
Eligible dividend tax credit - on actual amount received	27.5%	15.95%	14.5%	15.95%	15.95%	10.73%	17.255%

See page 16 for notes.

2009 Personal Tax Credits - Federal and Provincial/Territorial

(See note on page 14.)

	N.B.	N.S.	P.E.I.	Nfld.	Yukon ⁽¹⁶⁾	N.W.T.	Nunavut
Tax Credit Multiplier	9.65%	8.79%	9.80%	7.70%	7.04%	5.90%	4.00%
Personal	\$8,605	\$7,981	\$7,708	\$7,778	\$10,320	\$12,664	\$11,644
Spouse/Common-law partner	7,307	6,778	6,546	6,356	10,320	12,664	11,644
Reduction threshold	731	678	655	636	-	-	-
Eligible dependant	7,307	6,778	6,294	6,356	10,320	12,664	11,644
Reduction threshold	731	678	629	636	-	-	-
Child/Dependant							
Each dependant under 18 (1)	-	-	-	-	2,089	-	-
Each dependant under 6 (max.) (2)	-	1,200	1,200	-	-	-	1,200
Age	4,202	3,897	3,764	3,655	6,408	6,195	8,733
Reduction - 15% of income over	31,280	29,010	28,019	27,209	32,312	32,312	32,312
Disability							
Self	6,966	4,738	6,890	5,249	7,196	10,270	11,644
Dependant (maximum) (3)	11,030	7,882	10,909	7,719	11,394	14,468	15,842
Disabled/infirm dependant (age 18 and over)	4,064	2,633	2,446	2,470	4,198	4,198	4,198
Reduction threshold	5,766	5,348	4,966	5,308	5,956	5,956	5,956
Caregiver	4,064	4,610	2,446	2,470	4,198	4,198	4,198
Reduction threshold	13,879	12,870	11,953	12,072	14,336	14,336	14,336
Pension income	1,000	1,104	1,000	1,000	2,000	1,000	2,000
Education (and Textbook) (4)							
Full-time amount per month	400	200	400	200	465	400	465
Part-time amount per month	120	60	120	60	140	120	140
CPP (max. amount)	2,119	2,119	2,119	2,119	2,119	2,119	2,119
EI (max. amount)	732	732	732	732	732	732	732
Canada employment (max. amount)	-	-	-	-	1,044	-	-
Other (5)	Payment	Payment	Payment	Payment	Payment	Payment	Payment
Medical	Amt. Pd.	Amt. Pd.	Amt. Pd.	Amt. Pd.	Amt. Pd.	Amt. Pd.	Amt. Pd.
Reduction threshold	1,946	1,637	1,678	1,694	2,011	2,011	2,011
Adoption expenses (max. amount)	-	-	-	10,497	10,909	-	-
Children's fitness (max. amount) (6)	-	500	-	-	500	-	-
If disabled	-	500	-	-	1,000	-	-
Transit amount on eligible expenditures	-	Same as fed.	-	-	Same as fed.	-	-
Charitable donations							
On first \$200	9.65%	8.79%	9.80%	7.70%	7.04%	5.90%	4.00%
On balance	17.00%	17.50%	16.70%	15.50%	12.76%	14.05%	11.50%
Ineligible dividend tax credit - on actual amount received	6.625%	9.625%	4%	6.25%	5.5625%	7.5%	5%
Eligible dividend tax credit - on actual amount received	17.4%	12.8325%	15.225%	14.1375%	15.95%	16.675%	8.99%

See page 16 for notes.

2009 Personal Tax Credits - Federal and Provincial/Territorial

Notes:

(1) The federal Child Tax Credit is provided for each child under the age of 18 years at the end of the taxation year. Saskatchewan has a similar credit.

(2) Nova Scotia, Prince Edward Island and Nunavut each provide a tax credit to fully or partially offset the income inclusion of the Universal Child Care Benefit (UCCB).

(3) Except for Québec, the credit is for minor dependants and is subject to a reduction based on child care and disability supports expenses. In Québec, the credit is for an infirm spouse if a transfer is allowed.

(4) The federal, Yukon and Nunavut Textbook Tax Credits have been added to their respective Education Credit amount (\$65 per month for full-time; \$20 per month for part-time).

(5) Other amounts include qualifying tuition fees paid and interest paid on student loans.

(6) The federal Children's Fitness Tax Credit is based on eligible fees for the enrollment of a child under 16 years of age at the beginning of the year in an eligible program of physical activity. For children under 18 years of age at the beginning of the year who qualify for the disability tax credit, the federal amount will be based on a higher maximum. Manitoba also allows a provincial credit based on the same amount as the federal claim. Nova Scotia has a Sport and Recreation Activity Tax Credit for eligible children's fitness activities, and the credit was extended to all individuals beginning in 2009.

(7) Every senior who resides in Saskatchewan can claim the senior supplementary amount of \$1,146, regardless of their estimated income.

(8) Québec's basic tax credit and complementary amount were replaced by a single basic amount beginning in 2008 and the amount is indexed annually starting in 2009. There is no longer an additional amount for CPP/QPP or EI paid over the basic amount now provided.

(9) Under Québec's non-refundable tax credit system, certain unused personal credits of either spouse are transferable to the other spouse.

(10) Québec offers a credit for an individual living alone (other than with a minor person or an eligible student) - credit amount \$1,225; an individual living with an eligible student as a single-parent family may add an amount of \$1,520 if certain criteria are met (see note 12 below).

(11) Québec offers the following credits for dependants:

- ◆ Amount for minor child engaged in full-time professional training/post secondary studies - \$1,930 per term (maximum 2 terms; amount reduced by 80% of child's net income for the year calculated without including any scholarships, fellowships or awards received during the year).
- ◆ Amount for full-time student 18 years or older – transfer mechanism to either parent for unused portion of basic tax credit amount (maximum of \$6,889 for 2009; amount reduced by \$1,930 if only 1 semester is completed and is reduced by 80% of child's Québec taxable income for the year).
- ◆ Amount for other adult dependants (non-spouse) is \$2,805 (no infirmity test) and is reduced by 80% of the dependant's net income for the year calculated without including any scholarships, fellowships or awards received during the year.

(12) The sum of the Québec pension credit amount, age amount and living alone amount is subject to a reduction of 15% of family net income over \$30,345.

(13) The tax credit respecting a dependent child with an impairment was replaced, as of the 2006 taxation year, by an improved supplement for handicapped children. The various measures for natural caregivers of adults were replaced by a refundable tax credit, as of the 2006 taxation year.

(14) Medical expenses eligible for Québec's medical credit must be reduced by 3% of family net income (i.e. total of both spouses). There is no maximum amount which will limit the reduction amount as there is with other jurisdictions.

(15) Québec provides a refundable tax credit with respect to eligible expenses incurred to adopt a child where certain conditions are met. This credit is equal to 50% of the eligible expenses to a maximum credit of \$10,000 per child.

(16) The Yukon uses federal tax credit amounts for territorial purposes.

RRSP Contribution Limits⁽¹⁾

Year	Dollar Limit	Income Level ⁽²⁾
2008	\$20,000	\$111,111
2009	\$21,000	\$116,667
2010	\$22,000	\$122,222
2011	Indexed	Indexed

(1) RRSP Contribution Limit for a year is the lesser of the dollar limit for that year and 18% of the prior year's earned income, less any pension adjustment for the prior year (reported on your T4).

(2) Earned income needed in prior year for maximum contribution.

RPP and DPSP Limits

Year	Defined Benefit RPP ⁽¹⁾	Money Purchase RPP ⁽²⁾
2008	\$2,333	\$21,000
2009	\$2,444	\$22,000
2010	Indexed	Indexed

(1) Maximum pension benefit per year of service.

(2) Annual contribution limit.

Note: The DPSP limit is one-half of the money purchase RPP annual contribution limit.

2009 Employment Insurance Rates and Premiums

	Maximum Yearly Insurable Earnings	Employee's Premium Rate	Employer's Premium Rate	Maximum Yearly Employee Premium	Maximum Yearly Employer Premium
All provinces except Québec	\$42,300	1.73%	2.42%	\$731.79	\$1,024.51
Québec	\$42,300	1.38%	1.93%	\$583.74	\$817.24

2009 Québec Parental Insurance Rates and Premiums

	Maximum Yearly Insurable Earnings	Employee's/ Individual's Premium Rate	Employer's Premium Rate	Maximum Yearly Employee/ Individual Premium	Maximum Yearly Employer Premium
Salaried	\$62,000	0.484%	0.677%	\$300.08	\$419.74
Self-employed	\$62,000	0.86%	N/A	\$533.20	N/A

2009 Canada Pension Plan Rates and Contributions

Maximum Pensionable Earnings	Basic Exemption	Maximum Contributory Earnings	Employee and Employer Rate	Maximum Employee/ Employer Contribution	Maximum Self-Employed Contribution
\$46,300	\$3,500	\$42,800	4.95%	\$2,118.60	\$4,237.20

2009 Corporate Income Tax Facts and Figures

The rates shown are **nominal tax rates as at July 1, 2009**. Add federal and provincial/territorial rates to get a combined rate. Rate and amount changes are set out in the notes and should be prorated for taxation years that straddle the effective dates.

	Canadian-Controlled Private Corporations (CCPCs)			Other Corporations	
	Active Business Income (ABI)		Investment Income	Manufacturing & Processing	Other
	Rate	Income Limit			
Federal	11.00%	\$500,000	34.67%	19.00%	19.00%
Provincial					
British Columbia	2.50	400,000	11.00	11.00	11.00
Alberta	3.00	500,000	10.00	10.00	10.00
Saskatchewan	4.50	500,000	12.00	10.00	12.00
Manitoba	1.00	400,000	12.00	12.00	12.00
Ontario	5.50	500,000	14.00	12.00	14.00
Québec	8.00	500,000	11.90	11.90	11.90
New Brunswick	5.00	500,000	12.00	12.00	12.00
Nova Scotia	5.00	400,000	16.00	16.00	16.00
Prince Edward Island	2.10	500,000	16.00	16.00	16.00
Newfoundland	5.00	500,000	14.00	5.00	14.00
Yukon	4.00	400,000	15.00	2.50	15.00
Northwest Territories	4.00	500,000	11.50	11.50	11.50
Nunavut	4.00	500,000	12.00	12.00	12.00

Notes (changes before 2005 are not included):

Federal

- The rate on active business income (ABI) up to the small business income (SBI) threshold is subject to a clawback if prior year's taxable capital for the Large Corporations Tax exceeds \$10 million. The SBI threshold was increased from \$250,000 to \$300,000 effective Jan. 1, 2005, to \$400,000 effective Jan. 1, 2007 and to \$500,000 effective Jan. 1, 2009.
- The rate on ABI up to the SBI threshold was reduced from 13.12% to 11.0% effective Jan. 1, 2008.
- 26 2/3% of investment income is eligible for refund at the rate of \$1 for every \$3 of dividends paid.
- Effective Jan. 1, 2008, the corporate surtax was eliminated for all businesses and the general federal tax rate on business income was reduced from 22.12% to 19.5%. The rate was reduced to 19.0% effective Jan. 1, 2009 and will be further reduced to 18.0% effective Jan. 1, 2010, to 16.5% effective Jan. 1, 2011 and to 15.0% effective Jan. 1, 2012.

British Columbia

- Rate on ABI up to the SBI threshold was reduced from 4.5% to 3.5% effective Jul. 1, 2008 and to 2.5% effective Dec. 1, 2008. The rate is to be reduced further by Apr. 1, 2012.
- The SBI threshold was increased from \$300,000 to \$400,000 effective Jan. 1, 2005 and will be increased to \$500,000 effective Jan. 1, 2010.
- Rate on other income was reduced from 13.5% to 12.0% effective Jul. 1, 2005 and to 11.0% effective Jul. 1, 2008. The rate will be further reduced to 10.5% effective Jan. 1, 2010 and to 10.0% effective Jan. 1, 2011.

Alberta

- The SBI threshold increased from \$400,000 to \$430,000 effective Apr. 1, 2007, to \$460,000 effective Apr. 1, 2008 and to \$500,000 effective Apr. 1, 2009.
- Rate on other income was reduced from 11.5% to 10.0% effective Apr. 1, 2006.

Saskatchewan

- Rate on ABI up to the SBI threshold was reduced from 5.5% to 5.0% effective Jan. 1, 2005 and to 4.5% effective Jan. 1, 2007.
- The SBI threshold was increased from \$300,000 to \$400,000 effective Jul. 1, 2006, to \$450,000 effective Jul. 1, 2007 and to \$500,000 effective Jul. 1, 2008.
- Rate on all other income decreased from 17.0% to 14.0% effective Jul. 1, 2006, to 13.0% effective Jul. 1, 2007 and to 12.0% effective Jul. 1, 2008.

Manitoba

- Rate on ABI up to the SBI threshold was reduced from 5.0% to 4.5% effective Jan. 1, 2006, to 3.0% effective Jan. 1, 2007, to 2.0% effective Jan. 1, 2008 and to 1.0% effective Jan. 1, 2009. Tax on ABI up to the SBI threshold will be eliminated effective Dec. 1, 2010.
- The SBI threshold was increased from \$360,000 to \$400,000 effective Jan. 1, 2005.
- Rate on all other income was reduced from 15.5% to 15.0% effective Jan. 1, 2005, to 14.5% effective Jan. 1, 2006, to 14.0% effective Jan. 1, 2007, to 13.0% effective Jul. 1, 2008 and to 12.0% effective Jul. 1, 2009.

Ontario

- Rate on ABI up to the SBI threshold will be reduced from 5.5% to 4.5% effective Jul. 1, 2010.
- The SBI threshold increased from \$400,000 to \$500,000 effective Jan. 1, 2007. Lower rate on ABI is subject to clawback based on taxable income over the SBI threshold at 4.25% (decreased from 4.667% effective Jan. 1, 2007). The clawback will be eliminated effective Jul. 1, 2010.
- Rate on M&P income will be reduced from 12.0% to 10.0% effective Jul. 1, 2010.
- Rate on all other income will be reduced from 14.0% to 12.0% effective Jul. 1, 2010, to 11.5% effective Jul. 1, 2011, to 11.0% effective Jul. 1, 2012 and to 10.0% effective Jul. 1, 2013.

Notes (changes before 2005 are not included):

Québec

- Prior to Feb. 21, 2007, rate of 16.25% applied for non-business income. After Feb. 20, 2007, the rate on passive income was reduced to 9.9%. The rate increased to 11.4% effective Jan. 1, 2008 and to 11.9% effective Jan. 1, 2009.
- The rate on active business income was increased from 8.9% to 9.9% effective Jan. 1, 2006, to 11.4% effective Jan. 1, 2008 and to 11.9% effective Jan. 1, 2009.
- Effective Jan. 1, 2006, a small business rate of 8.5% was provided. The rate was reduced to 8.0% effective Mar. 24, 2006. The rate applies on ABI up to an SBI threshold of \$400,000. The threshold was increased to \$500,000 effective Mar. 20, 2009. This small business rate is subject to a clawback if taxable capital exceeds \$10 million.

New Brunswick

- Rate on ABI up to the SBI threshold was reduced from 2.5% to 2.0% effective Jul. 1, 2005 and to 1.5% effective Jul. 1, 2006. The rate was increased to 5.0% effective Jan. 1, 2007.
- The SBI threshold was increased from \$425,000 to \$450,000 effective Jul. 1, 2005 and to \$475,000 effective Jul. 1, 2006. The threshold was reduced to \$400,000 effective Jan. 1, 2007. The threshold was increased to \$500,000 effective Jan. 1, 2009.
- Rate on all other income was reduced from 13.0% to 12.0% effective Jul. 1, 2009. The rate will be reduced to 11.0% effective Jul. 1, 2010, to 10.0% effective Jul. 1, 2011 and to 8.0% effective Jul. 1, 2012.

Nova Scotia

- The SBI threshold was increased from \$300,000 to \$350,000 effective Apr. 1, 2005 and to \$400,000 effective Apr. 1, 2006.

Prince Edward Island

- Rate on ABI up to the SBI threshold was reduced from 7.5% to 6.5% effective Apr. 1, 2005, to 5.4% effective Apr. 1, 2006, to 4.3% effective Apr. 1, 2007, to 3.2% effective Apr. 1, 2008 and to 2.1% effective Apr. 1, 2009. The rate will be further reduced to 1.0% effective Apr. 1, 2010.
- The SBI threshold follows the federal SBI threshold increase (see federal notes).
- Rate on M&P income was increased from 7.5% to 16.0% effective Apr. 1, 2005.

Newfoundland and Labrador

- The SBI threshold follows the federal SBI threshold increase (see federal notes).

Yukon

- Rate for ABI from M&P activities is 2.5%.
- Rate on ABI up to the SBI threshold was reduced from 6.0% to 4.0% effective Jan. 1, 2005.

Northwest Territories

- The SBI threshold follows the federal SBI threshold increase (see federal notes).
- Rate on other income was reduced from 14.0% to 11.5% effective Jul. 1, 2006.

Nunavut

- The SBI threshold follows the federal SBI threshold increase (see federal notes).

2009 Payroll Tax

The following jurisdictions levy a payroll tax on remuneration for individuals employed in that jurisdiction. Tax rates for 2009 are listed below. Tax is payable by the employer (except for the N.W.T. and Nunavut, where the employee pays the tax).

Jurisdiction	Payroll Tax Rates (%)	Notes:
Man. ⁽¹⁾	0 - 4.3	(1) Payroll of \$0 to \$1.25 million, no tax; from \$1.25 million to \$2.5 million, 4.3% of payroll over \$1.25 million; over \$2.5 million, 2.15% of total payroll. (2) Rate of tax is 0.98% for payrolls under \$200,000 and 1.95% for payrolls over \$400,000 (graduated rates apply for payrolls between the thresholds). First \$400,000 of taxable payroll of an eligible employer (not associated) and of an associated group of eligible employers is exempt. (3) Low rate applies for payrolls of less than \$1 million and is phased-out for payrolls between \$1 million and \$5 million. Certain exemptions may apply. (4) Tax is only charged on payrolls over \$1 million. (5) Tax paid by employees as a payroll deduction.
Ont. ⁽²⁾	0.98 - 1.95	
Qué. ⁽³⁾	2.7 - 4.26	
Nfld. ⁽⁴⁾	2.0	
N.W.T. ⁽⁵⁾	2.0	
Nunavut ⁽⁵⁾	2.0	

2009 Sales Tax

Jurisdiction ⁽¹⁾	Sales Tax Rates (%)	Combined Rates (%)	Notes:
Federal ⁽²⁾	5.0	See below	(1) Alberta, Nunavut, the Yukon and the Northwest Territories do not impose a sales tax. (2) Rate decreased from 6% to 5% effective Jan. 1, 2008. (3) Effective Jul. 1, 2010, Ontario will harmonize its sales tax system with the 5% GST to produce a combined federal/provincial rate of 13%. (4) Québec and PEI levy sales tax on taxable goods (and services where applicable) on the actual cost including GST. Consequently, the combined tax rate in Québec is 12.875% and 15.5% in PEI. All other provinces calculate PST independent of GST. (5) Effective Jan. 1, 2011, the rate of tax will increase to 8.5% and the combined rate will be 13.925%. (6) These provinces have harmonized their sales tax systems with the 5% GST to produce a combined federal/provincial rate of 13%.
B.C.	7.0	12.0	
Sask.	5.0	10.0	
Man.	7.0	12.0	
Ont. ⁽³⁾	8.0	13.0	
Qué. ⁽⁴⁾⁽⁵⁾	7.5	12.875	
N.B., N.S. & Nfld. ⁽⁶⁾	8.0	13.0	
P.E.I. ⁽⁴⁾	10.0	15.5	

2009 Capital Taxes

The following jurisdictions levy capital tax on corporate taxable capital employed by a corporation doing business through a permanent establishment in their jurisdiction. The following rates are as at July 1, 2009. Note that the rates and rules discussed can vary where the corporation is related or associated with other corporations.

Jurisdiction	General (%)	Financial Institutions (%)	Notes:
Federal - LCT	-- ⁽¹⁾	-- ⁽¹⁾	<p>(1) Federal – The Large Corporations Tax (LCT) was eliminated effective Jan. 1, 2006. Financial Institutions Capital Tax (FIT) changed to a single rate of 1.25% on taxable capital over \$1 billion effective Jul. 1, 2006.</p> <p>(2) B.C. – The existing corporation capital tax on financial institutions is being phased-out evenly over 3 years starting April 1, 2008 until it is eliminated effective Apr. 1, 2010. On Apr. 1, 2009, the rates decreased from 2/3% to 1/3% for small financial institutions and from 2% to 1% for the others. In its place, a minimum tax based on 1% of B.C. paid up capital (with a deduction provided for B.C. corporate income taxes paid) will apply to financial institutions that have a net paid up capital equal to or greater than \$1 billion effective Apr. 1, 2010.</p> <p>(3) Sask. – General capital tax for all corporations other than provincial Crown corporations was eliminated on Jul. 1, 2008. The previous rate was 0.15%. The special surcharge on resource corporations and trusts was reduced on Jul. 1, 2008. The aggregate paid-up capital threshold for small financial institutions increased to \$1.5 billion from \$1 billion effective for fiscal years ending on or after Oct. 31, 2008. Effective Jul. 1, 2008, a deduction is allowed to recognize the acquisition of corporations no longer subject to general capital tax.</p> <p>(4) Man. – The general capital tax is being phased out and will be eliminated by Dec. 31, 2010. For 2009, the rate is 0.1% on the first \$10 million of taxable capital (net of the deduction) plus 0.3% on the excess. A \$10 million deduction from capital applies. For taxable capital between \$20 and \$21 million, there is a notch provision that applies. Effective Jul. 1, 2008, this tax is eliminated for qualifying manufacturing and processing corporations.</p> <p>(5) Ont. – For M&P and resource corporations, the capital tax was eliminated on Jan. 1, 2007. For other corporations, the capital tax rate will remain at 0.225% until it falls to 0.15% on Jan. 1, 2010 and is eliminated by Jul. 1, 2010. A \$15 million deduction from taxable capital applies. The rates for financial institutions are to be reduced to 0.3% or 0.45% and 0.36% on Jan. 1, 2010 and eliminated by Jul. 1, 2010.</p> <p>(6) Qué. – The rate reduction will be phased-in until the general capital tax is eliminated in 2011. The deduction from paid-up capital is \$1 million, but is partially reduced where paid-up capital is between \$1 million and \$4 million. Qualifying manufacturing corporations had their capital tax eliminated for taxation years ending after Mar. 13, 2008. Capital tax on financial institutions is also being reduced and will be eliminated by 2011.</p> <p>(7) N.B. – The general capital tax was eliminated on Jan. 1, 2009. Previous rate was 0.1%.</p> <p>(8) N.S. – No tax is payable on the first \$5 million of taxable capital. If taxable capital is equal to or greater than \$10 million, the rate is 0.15% with no deduction. The rate reduction to 0.15% from 0.2% is effective Jul. 1, 2009. This rate is subject to a phased-in reduction until the tax is eliminated by Jul. 1, 2012. If taxable capital is between \$5 million and \$10 million, the rate is doubled and applied after netting the \$5 million deduction.</p>
Federal - FIT	--	1.25 ⁽¹⁾	
B.C.	--	1/3 or 1.0 ⁽²⁾	
Sask.	-- ⁽³⁾	0.7 or 3.25 ⁽³⁾	
Man.	0.1 or 0.3 ⁽⁴⁾	3.0	
Ont.	0.225 ⁽⁵⁾	0.45 or 0.675 and 0.54 ⁽⁵⁾	
Qué.	0.24 ⁽⁶⁾	0.48 ⁽⁶⁾	
N.B.	-- ⁽⁷⁾	3.0	
N.S.	0.15 or 0.3 ⁽⁸⁾	4.0	
P.E.I.	--	5.0	
Nfld.	--	4.0	