

## Tax, Retirement & Estate Planning Services

# Tax Rate Card for 2021

British Columbia		Marginal Tax Rates (%)			
Taxable Income (\$)	Interest & Regular Income	Capital Gains	Eligible Canadian Dividends	Ineligible Canadian Dividends	
0 to 11,070	-	-	-37.29	-12.64	
11,071 to 13,808	5.06	2.53	-30.30	-6.82	
13,809 to 42,184	20.06	10.03	-9.60	10.43	
42,185 to 49,020	22.70	11.35	-5.96	13.47	
49,021 to 84,369	28.20	14.10	1.63	19.79	
84,370 to 96,866	31.00	15.50	5.49	23.01	
96,867 to 98,040	32.79	16.40	7.96	25.07	
98,041 to 117,623	38.29	19.15	15.55	31.39	
117,624 to 151,978	40.70	20.35	18.88	34.17	
151,979 to 159,483	44.02	22.01	23.46	37.99	
159,484 to 216,511	46.12	23.06	26.36	40.40	
216,512 to 222,420	49.80	24.90	31.44	44.63	
222,421 and over	53.50	26.75	36.54	48.89	

Ontario		Marginal Tax Rates (%)			
Taxable Income (\$)	Interest & Regular Income	Capital Gains	Eligible Canadian Dividends	Ineligible Canadian Dividends	
0 to 10,880	-	-	-34.53	-13.82	
10,881 to 13,808	5.05	2.53	-27.56	-8.01	
13,809 to 45,142	20.05	10.03	-6.86	9.24	
45,143 to 49,020	24.15	12.08	-1.20	13.95	
49,021 to 79,505	29.65	14.83	6.39	20.28	
79,506 to 90,287	31.48	15.74	8.92	22.38	
90,288 to 93,655	33.89	16.95	12.24	25.16	
93,656 to 98,040	37.91	18.95	17.79	29.78	
98,041 to 150,000	43.41	21.70	25.38	36.10	
150,001 to 151,978	44.97	22.48	27.53	37.90	
151,979 to 216,511	48.29	24.15	32.12	41.72	
216,512 to 220,000	51.97	25.98	37.19	45.95	
220,001 and over	53.53	26.76	39.34	47.74	

Nova Scotia		Marginal Tax Rates (%)			
Taxable Income (\$)	Interest & Regular Income	Capital Gains	Eligible Canadian Dividends	Ineligible Canadian Dividends	
0 to 11,481	-	-	-32.94	-13.82	
11,482 to 13,808	8.79	4.40	-20.81	-3.71	
13,809 to 25,000	23.79	11.90	-0.11	13.54	
25,001 to 29,590	24.32	12.16	0.62	14.14	
29,591 to 49,020	30.48	15.24	9.12	21.23	
49,021 to 59,180	35.98	17.99	16.71	27.55	
59,181 to 74,999	37.70	18.85	19.08	29.53	
75,000 to 93,000	37.17	18.59	18.35	28.92	
93,001 to 98,040	38.00	19.00	19.50	29.88	
98,041 to 150,000	43.50	21.75	27.09	36.20	
150,001 to 151,978	47.00	23.50	31.92	40.23	
151,979 to 216,511	50.32	25.16	36.50	44.05	
216,512 and over	54.00	27.00	41.58	48.28	

Alberta		Marginal Tax Rates (%)			
Taxable Income (\$)	Interest & Regular Income	Capital Gains	Eligible Canadian Dividends	Ineligible Canadian Dividends	
0 to 13,808	-	-	-31.93	-12.89	
13,809 to 19,369	15.00	7.50	-11.23	4.36	
19,370 to 49,020	25.00	12.50	2.57	15.86	
49,021 to 98,040	30.50	15.25	10.16	22.18	
98,041 to 131,220	36.00	18.00	17.75	28.51	
131,221 to 151,978	38.00	19.00	20.51	30.81	
151,979 to 157,464	41.32	20.66	25.09	34.63	
157,465 to 209,952	42.32	21.16	26.47	35.78	
209,953 to 216,511	43.32	21.66	27.85	36.93	
216,512 to 314,928	47.00	23.50	32.93	41.16	
314,929 and over	48.00	24.00	34.31	42.31	

Quebec		Marginal Tax Rates (%)			
Taxable Income (\$)	Interest & Regular Income	Capital Gains	Eligible Canadian Dividends	Ineligible Canadian Dividends	
0 to 13,808	-	-	-33.45	-13.28	
13,809 to 15,728	12.53	6.26	-16.17	1.12	
15,729 to 45,105	27.53	13.76	4.53	18.37	
45,106 to 49,020	32.53	16.26	11.43	24.12	
49,021 to 90,200	37.12	18.56	17.77	29.40	
90,201 to 98,040	41.12	20.56	23.29	34.00	
98,041 to 109,755	45.71	22.86	29.63	39.28	
109,756 to 151,978	47.46	23.73	32.04	41.30	
151,979 to 216,511	50.23	25.12	35.87	44.49	
216,512 and over	53.31	26.65	40.11	48.02	

Prince Edward Island		Marginal Tax Rates (%)			
Taxable Income (\$)	Interest & Regular Income	Capital Gains	Eligible Canadian Dividends	Ineligible Canadian Dividends	
0 to 10,500	-	-	-35.22	-13.54	
10,501 to 13,808	9.80	4.90	-21.69	-2.27	
13,809 to 31,984	24.80	12.40	-0.99	14.98	
31,985 to 49,020	28.80	14.40	4.53	19.58	
49,021 to 63,969	34.30	17.15	12.12	25.91	
63,970 to 98,040	37.20	18.60	16.12	29.24	
98,041 to 99,783	42.70	21.35	23.71	35.57	
99,784 to 151,978	44.37	22.19	24.56	37.17	
151,979 to 216,511	47.69	23.85	29.15	41.00	
216,512 and over	51.37	25.69	34.22	45.22	

Saskatchewan		Marginal Tax Rates (%)			
Taxable Income (\$)	Interest & Regular Income	Capital Gains	Eligible Canadian Dividends	Ineligible Canadian Dividends	
0 to 13,808	-	-	-35.91	-14.25	
13,809 to 16,225	15.00	7.50	-15.21	3.00	
16,226 to 45,677	25.50	12.75	-0.72	15.07	
45,678 to 49,020	27.50	13.75	2.04	17.37	
49,021 to 98,040	33.00	16.50	9.63	23.70	
98,041 to 130,506	38.50	19.25	17.22	30.02	
130,507 to 151,978	40.50	20.25	19.98	32.32	
151,979 to 216,511	43.82	21.91	24.57	36.14	
216,512 and over	47.50	23.75	29.64	40.37	

New Brunswick		Marginal Tax Rates (%)			
Taxable Income (\$)	Interest & Regular Income	Capital Gains	Eligible Canadian Dividends	Ineligible Canadian Dividends	
0 to 10,564	-	-	-40.05	-13.55	
10,565 to 13,808	9.68	4.84	-26.69	-2.42	
13,809 to 43,835	24.68	12.34	-5.99	14.83	
43,836 to 49,020	29.82	14.91	1.10	20.75	
49,021 to 87,671	35.32	17.66	8.69	27.07	
87,672 to 98,040	37.02	18.51	11.04	29.03	
98,041 to 142,534	42.52	21.26	18.63	35.35	
142,535 to 151,978	43.84	21.92	20.45	36.87	
151,979 to 162,383	47.16	23.58	25.04	40.69	
162,384 to 216,511	49.62	24.81	28.43	43.52	
216,512 and over	53.30	26.65	33.51	47.75	

Newfoundland & Labrador		Marginal Tax Rates (%)			
Taxable Income (\$)	Interest & Regular Income	Capital Gains	Eligible Canadian Dividends	Ineligible Canadian Dividends	
0 to 9,536	-	-	-28.18	-14.41	
9,537 to 13,808	8.70	4.35	-16.17	-4.40	
13,809 to 38,081	23.70	11.85	4.53	12.85	
38,082 to 49,020	29.50	14.75	12.53	19.52	
49,021 to 76,161	35.00	17.50	20.12	25.84	
76,162 to 98,040	36.30	18.15	21.91	27.34	
98,041 to 135,973	41.80	20.90	29.50	33.66	
135,974 to 151,978	43.30	21.65	31.57	35.39	
151,979 to 190,363	46.62	23.31	36.16	39.21	
190,364 to 216,511	47.62	23.81	37.54	40.36	
216,512 and over	51.30	25.65	42.61	44.59	

Manitoba		Marginal Tax Rates (%)			
Taxable Income (\$)	Interest & Regular Income	Capital Gains	Eligible Canadian Dividends	Ineligible Canadian Dividends	
0 to 9,936	-	-	-31.77	-11.29	
9,937 to 13,808	10.80	5.40	-16.86	1.13	
13,809 to 33,723	25.80	12.90	3.84	18.38	
33,724 to 49,020	27.75	13.88	6.53	20.63	
49,021 to 72,885	33.25	16.63	14.12	26.95	
72,886 to 98,040	37.90	18.95	20.53	32.30	
98,041 to 151,978	43.40	21.70	28.12	38.62	
151,979 to 216,511	46.72	23.36	32.71	42.45	
216,512 and over	50.40	25.20	37.78	46.67	

## Updated January 2021

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 January 2021. Eligible Dividends: Dividends paid by corporations resident in Canada from income that has been subject to the general federal corporate tax rate (public corporations, CCPs 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 – 2021

Taxable Income (\$)	Federal Tax at Bottom End of Bracket (\$)	Plus this Marginal Rate on the Excess (%)
0 to 49,020	Nil	15
49,021 to 98,040	7,363	20.5
98,041 to 151,978	17,402	26
151,979 to 216,511	31,426	29
216,512 and over	50,140	33

## Federal Personal Tax Credits – 2021 (\$)

	Gross	Credit (at 15%)
Basic personal <sup>1</sup>	13,808	2,071
Married/eligible dependant <sup>1,2,3</sup>	13,808	2,071
Canada Caregiver 18+ infirm dependant <sup>4</sup>	7,348	1,102
Age <sup>5</sup>	7,713	1,157
Disability	8,662	1,299

<sup>1</sup>Enhanced amount gradually reduced for individuals with net income in excess of \$151,978.

<sup>2</sup>The Canada Caregiver Credit of \$2,295 is added to these amounts in some cases.

<sup>3</sup>Reduced by dependant's net income.

<sup>4</sup>Reduced by dependant's net income in excess of \$17,256.

<sup>5</sup>Reduced by an amount equal to 15% of net income exceeding \$38,893.

## Additional Non-Refundable Federal Tax Credits

<b>Pension income</b>	15% of up to \$2,000 for a maximum credit of \$300
<b>Medical expense</b>	15% of amount in excess of: lesser of a) 3% of net income and b) \$2,421
<b>Tuition fees</b>	15% of amount paid in respect of attendance at a post-secondary institution
<b>Charitable donations</b>	15% for first \$200, 29% of the balance (or 33% on the lesser of the amount of the donations and the donor's taxable income in excess of \$216,511); donations limited to 75% of net income <sup>6</sup>
<b>Canada pension</b>	15% of base contributions, with enhanced contributions claimed as a tax deduction
<b>Employment insurance</b>	15% of premiums paid

<sup>6</sup>Donations made by will, the estate or direct beneficiary designation (i.e. life insurance policy, RRSP, RRIF, TFSA) are deemed to be made by the estate at the time the property is transferred and limited to 75% of net income in the year of the gift or in the 5 years (10 years for ecological gifts) following the year of the gift. However, if the estate is a graduated rate estate (GRE), there is additional flexibility to claim donations in the deceased's last 2 taxation years up to 100% of net income and prior years of the GRE up to 75% of net income.

## Annual Contribution Limits for TFSA and RRSP

Year	TFSA (\$) maximum	RRSP (\$) 18% of prior year earned income to maximum of:
2014	5,500	24,270
2015	10,000	24,930
2016	5,500	25,370
2017	5,500	26,010
2018	5,500	26,230
2019	6,000	26,500
2020	6,000	27,230
2021	6,000	27,830
2022 and following	Indexed to inflation	Indexed to average wage growth

## Withholding Taxes For RRSP/RRIF Withdrawals

Amount withdrawn in excess of minimum (\$)	All provinces excepts Quebec (%)	Quebec (%)
Up to 5,000	10	20
5,001 to 15,000	20	25
Over 15,000	30	30

## 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.

<b>British Columbia</b>	53,810	<b>Quebec</b>	40,301
<b>Alberta</b>	53,810	<b>New Brunswick</b>	53,810
<b>Saskatchewan</b>	53,810	<b>Nova Scotia</b>	32,410
<b>Manitoba</b>	26,411	<b>Prince Edward Island</b>	48,671
<b>Ontario</b>	53,810	<b>Nfld. &amp; Labrador</b>	18,694

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.

## Employment Insurance Premiums - 2021

Maximum annual insurable earnings	\$56,300.00
Employee's premium rate	1.58%
Employer's premium rate	2.21%
Maximum annual employee premium	\$889.54
Maximum annual employer premium	\$1,245.36

## Canada Pension Plan Contributions – 2021 (\$)

CPP maximum pensionable earnings	61,600.00
Basic exemption	3,500.00
Maximum contributory earnings	58,100.00
Maximum contributions: Employees (5.45%)	3,166.45
Self-employed (10.90%)	6,332.90

## Canada Pension Plan Benefits (\$)

The maximum benefits available under the CPP program:

	Annual Total	2021 (monthly)
Death benefit (lump sum)	2,500.00	-
Retirement benefit	14,445.00	1,203.75
Post retirement benefit	361.08	30.09
Disability benefit	16,963.92	1,413.66
Survivor's benefit – under 65	7,808.64	650.72
– 65 and older	8,667.00	722.25
Children of disabled person	3,090.96	257.58
Children of deceased person	3,090.96	257.58

## Old Age Security Benefits

The maximum monthly benefit available under the OAS program:

2021	<b>January to March</b>	\$615.37
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Benefits are repayable if net income exceeds \$79,845. The repayment is 15% of excess income to a maximum of the OAS received. OAS is eliminated once net income reaches \$129,075. A tax-free Guaranteed Income Supplement (GIS) of up to approximately \$919.12 monthly is available for low-income individuals.

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