

2021 Canadian tax rate summary

	Combined top personal tax rates				Combined corporate tax rates				
	Interest	Capital gains	Eligible dividends	Non-eligible dividends	Investment income (CCPC)	General income (M&P)	Active income		
							Above SBL	Up to SBL	Small business limit (SBL) [*]
Alberta	48.00%	24.00%	34.31%	42.31%	46.67%	23.00%	23.00%	11.00%	500,000
British Columbia	53.50%	26.75%	36.54%	48.89%	50.67%	27.00%	27.00%	11.00%	500,000
Manitoba	50.40%	25.20%	37.78%	46.67%	50.67%	27.00%	27.00%	9.00%	500,000
New Brunswick	53.30%	26.65%	33.51%	47.75%	52.67%	29.00%	29.00%	11.50%	500,000
Newfoundland and Labrador	51.30%	25.65%	42.61%	44.59%	53.67%	30.00%	30.00%	12.00%	500,000
Northwest Territories	47.05%	23.53%	28.33%	36.82%	50.17%	26.50%	26.50%	11.00%	500,000
Nova Scotia	54.00%	27.00%	41.58%	48.28%	52.67%	29.00%	29.00%	11.50%	500,000
Nunavut	44.50%	22.25%	33.08%	37.79%	50.67%	27.00%	27.00%	12.00%	500,000
Ontario	53.53%	26.76%	39.34%	47.74%	50.17%	25.00%	26.50%	12.20%	500,000
Prince Edward Island	51.37%	25.69%	34.22%	45.22%	54.67%	31.00%	31.00%	11.00%	500,000
Quebec	53.31%	26.65%	40.10%	48.02%	50.17%	26.50%	26.50%	13.00%	500,000
Saskatchewan	47.50%	23.75%	29.64%	40.37%	50.67%	25.00%	27.00%	9.00% ¹	600,000
Yukon	48.00%	24.00%	28.93%	44.04%	50.67%	17.50%	27.00%	9.00%	500,000

*Federal Budget 2018 introduced legislation to reduce the small business limit for Canadian-controlled private corporation (CCPCs) that have income from passive assets in excess of \$50,000 among all associated corporations.

¹Saskatchewan temporary small business income tax rate reduction for the next three years:

- Reduce the small business income tax rate to 0% (from 2%) beginning October 1, 2020
- Increase the small business income tax rate to 1% (from 0%) beginning July 1, 2022
- Increase the small business income tax rate back to its current rate of 2% (from 1%) beginning July 1, 2023.

Year	Registered plan limits (\$)		Lifetime capital gains exemption (\$)
	RRSP	TFSA	
2019	26,500	6,000	866,912
2020	27,230	6,000	883,384
2021	27,830	6,000	892,218

TFSA Lifetime maximum contribution room (if a Canadian resident since 2009) \$75,500

	Withholding tax for RRSP/RRIF excess withdrawal	
	All provinces except Quebec	Quebec
Up to \$5,000	10%	20%
\$5,001 to \$15,000	20%	25%
Over \$15,000	30%	30%

For non-resident the tax rate is 25%.

The information provided is based on current tax legislation and interpretations for Canadian residents and is accurate to the best of our knowledge at the date of publication. Future changes to tax legislation and interpretations may affect this information. This information is general in nature and is not intended to be legal or tax advice. For specific situations, advice should be obtained from the appropriate professional advisors. This information is provided by The Canada Life Assurance Company and is current as of January 1, 2021.

2021 Tax brackets

Taxable income	Marginal tax rates (%)			
	Other income	Capital gains	Canadian dividends	
			Eligible	Non-eligible
ALBERTA				
First \$49,020	25.00	12.50	2.57	15.86
Over \$49,020 up to \$98,040	30.50	15.25	10.16	22.18
Over \$98,040 up to \$131,220	36.00	18.00	17.75	28.51
Over \$131,220 up to \$151,978	38.00	19.00	20.51	30.81
Over \$151,978 up to \$157,464	41.32	20.66	25.09	34.63
Over \$157,464 up to \$209,952	42.22	21.11	26.47	35.78
Over \$209,952 up to \$216,511	43.32	21.66	27.85	36.93
Over \$216,511 up to \$314,928	47.00	23.50	32.93	41.16
Over \$314,928	48.00	24.00	34.31	42.31
BRITISH COLUMBIA				
First \$42,184	20.06	10.03	-9.60	10.43
Over \$42,184 up to \$49,020	22.70	11.35	-5.96	13.47
Over \$49,020 up to \$84,369	28.20	14.10	1.63	19.80
Over \$84,369 up to \$96,866	31.00	15.50	5.49	23.02
Over \$96,866 up to \$98,040	32.79	16.40	7.96	25.07
Over \$98,040 up to \$117,623	38.29	19.15	15.55	31.40
Over \$117,623 up to \$151,978	40.70	20.35	18.88	34.17
Over \$151,978 up to \$159,483	44.02	22.01	23.46	37.99
Over \$159,483 up to \$216,511	46.12	23.06	26.36	40.41
Over \$216,511 up to \$222,420	49.80	24.90	31.44	44.64
Over \$222,420	53.50	26.75	36.54	48.89
MANITOBA				
First \$33,723	25.80	12.90	3.84	18.38
Over \$33,723 up to \$49,020	27.75	13.88	6.53	20.63
Over \$49,020 up to \$72,885	33.25	16.63	14.12	26.95
Over \$72,885 up to \$98,040	37.90	18.95	20.53	32.30
Over \$98,040 up to \$151,978	43.40	21.70	28.12	38.62
Over \$151,978 up to \$216,511	46.72	23.36	32.71	42.44
Over \$216,511	50.40	25.20	37.78	46.67
NEW BRUNSWICK				
First \$43,835	24.68	12.34	-5.99	14.83
Over \$43,835 up to \$49,020	29.82	14.91	1.10	20.75
Over \$49,020 up to \$87,671	35.32	17.66	8.69	27.07
Over \$87,671 up to \$98,040	37.02	18.51	11.04	29.03
Over \$98,040 up to \$142,534	42.52	21.26	18.63	35.35
Over \$142,534 up to \$151,978	43.84	21.92	20.45	36.87
Over \$151,978 up to \$162,383	47.16	23.58	25.03	40.69
Over \$162,383 up to \$216,511	49.62	24.81	28.43	43.52
Over \$216,511	53.30	26.65	33.51	47.75
NEWFOUNDLAND & LABRADOR				
First \$38,081	23.70	11.85	4.53	12.85
Over \$38,081 up to \$49,020	29.50	14.75	12.53	19.52
Over \$49,020 up to \$76,161	35.00	17.50	20.12	25.84
Over \$76,161 up to \$98,040	36.30	18.15	21.91	27.34
Over \$98,040 up to \$135,973	41.80	20.90	29.50	33.66
Over \$135,973 up to \$151,978	43.30	21.65	31.57	35.39
Over \$151,978 up to \$190,363	46.62	23.31	36.16	39.21
Over \$190,363 up to \$216,511	47.62	23.81	37.54	40.36
Over \$216,511	51.30	25.65	42.61	44.59

Taxable income	Marginal tax rates (%)			
	Other income	Capital gains	Canadian dividends	
			Eligible	Non-eligible
NORTHWEST TERRITORIES				
First \$44,396	20.90	10.45	-7.76	6.75
Over \$44,396 up to \$49,020	23.60	11.80	-4.03	9.86
Over \$49,020 up to \$88,796	29.10	14.55	3.56	16.18
Over \$88,796 up to \$98,040	32.70	16.35	8.53	20.32
Over \$98,040 up to \$144,362	38.20	19.10	16.12	26.65
Over \$144,362 up to \$151,978	40.05	20.03	18.67	28.77
Over \$151,978 up to \$216,511	43.37	21.69	23.25	32.59
Over \$216,511	47.05	23.53	28.33	36.82
NOVA SCOTIA				
First \$25,000	23.79	11.90	-0.11	13.54
Over \$25,000 up to \$29,590	24.32	12.16	0.62	14.14
Over \$29,590 up to \$49,020	30.48	15.24	9.12	21.23
Over \$49,020 up to \$59,180	35.98	17.99	16.71	27.55
Over \$59,180 up to \$74,999	37.70	18.85	19.09	29.53
Over \$74,999 up to \$93,000	37.17	18.59	18.35	28.92
Over \$93,000 up to \$98,040	38.00	19.00	19.50	29.88
Over \$98,040 up to \$150,000	43.50	21.75	27.09	36.20
Over \$150,000 up to \$151,978	47.00	23.50	31.92	40.23
Over \$151,978 up to \$216,511	50.32	25.16	36.50	44.05
Over \$216,511	54.00	27.00	41.58	48.28
NUNAVUT				
First \$46,740	19.00	9.50	-2.11	8.46
Over \$46,740 up to \$49,020	22.00	11.00	2.03	11.91
Over \$49,020 up to \$93,480	27.50	13.75	9.62	18.24
Over \$93,480 up to \$98,040	29.50	14.75	12.38	20.54
Over \$98,040 up to \$151,978	35.00	17.50	19.97	26.86
Over \$151,978 up to \$216,511	40.82	20.41	28.00	33.56
Over \$216,511	44.50	22.25	33.08	37.79
ONTARIO				
First \$45,142	20.05	10.03	-6.86	9.24
Over \$45,142 up to \$49,020	24.15	12.08	-1.20	13.95
Over \$49,020 up to \$79,505	29.65	14.83	6.39	20.28
Over \$79,505 up to \$90,287	31.48	15.74	8.92	22.38
Over \$90,287 up to \$93,655	33.89	16.95	12.24	25.16
Over \$93,655 up to \$98,040	37.91	18.95	17.79	29.78
Over \$98,040 up to \$150,000	43.41	21.70	25.38	36.10
Over \$150,000 up to \$151,978	44.97	22.48	27.53	37.90
Over \$151,978 up to \$216,511	48.29	24.14	32.11	41.72
Over \$216,511 up to \$220,000	51.97	25.98	37.19	45.95
Over \$220,000	53.53	26.76	39.34	47.74
PRINCE EDWARD ISLAND				
First \$31,984	24.80	12.40	-0.99	14.98
Over \$31,984 up to \$49,020	28.80	14.40	4.53	19.58
Over \$49,020 up to \$63,969	34.30	17.15	12.12	25.91
Over \$63,969 up to \$98,040	37.20	18.60	16.12	29.24
Over \$98,040 up to \$99,490	42.70	21.35	23.71	35.57
Over \$99,490 up to \$151,978	44.37	22.19	24.56	37.17
Over \$151,978 up to \$216,511	47.69	23.85	29.15	40.99
Over \$216,511	51.37	25.69	34.22	45.22

Taxable income	Marginal tax rates (%)			
	Other income	Capital gains	Canadian dividends	
			Eligible	Non-eligible
QUEBEC				
First \$45,105	27.53	13.76	4.53	18.37
Over \$45,105 up to \$49,020	32.53	16.26	11.43	24.12
Over \$49,020 up to \$90,200	37.12	18.56	17.77	29.40
Over \$90,200 up to \$98,040	41.12	20.56	23.29	34.00
Over \$98,040 up to \$109,755	45.71	22.86	29.62	39.28
Over \$109,755 up to \$151,978	47.46	23.73	32.04	41.30
Over \$151,978 up to \$216,511	50.23	25.12	35.86	44.48
Over \$216,511	53.31	26.65	40.10	48.02
SASKATCHEWAN				
First \$45,667	25.50	12.75	-0.72	15.07
Over \$45,667 up to \$49,020	27.50	13.75	2.04	17.37
Over \$49,020 up to \$98,040	33.00	16.50	9.63	23.70
Over \$98,040 up to \$130,506	38.50	19.25	17.22	30.02
Over \$130,506 up to \$151,978	40.50	20.25	19.98	32.32
Over \$151,978 up to \$216,511	43.82	21.91	24.56	36.14
Over \$216,511	47.50	23.75	29.64	40.37
YUKON				
First \$49,020	21.40	10.70	-7.78	13.45
Over \$49,020 up to \$98,040	29.50	14.75	3.40	22.77
Over \$98,040 up to \$151,978	36.90	18.45	13.61	31.28
Over \$151,978 up to \$216,511	42.26	21.13	21.00	37.44
Over \$216,511 up to \$500,000	45.80	22.90	25.89	41.51
Over \$500,000	48.00	24.00	28.93	44.04

The tax rates are the combined federal and provincial/territorial marginal rates for the different types of income: two types of Canadian dividends; capital gains; and all other income. The 'Other income' column shows the actual marginal tax rates for each tax bracket. An individual's marginal tax rate is the tax rate that will be applied to the next dollar earned.