



ONTARIO INCOME TAX TABLES

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2023 CORPORATE TAX RATES ^(a)

Combined Federal and Provincial

	First \$500,000 for Qualifying Business ^{(b) (f)}	Basic Business ^(f)	Basic M&P Business	Investment Income CCPC ^(c)	Other
Ontario	12.20%	26.50%	25.00%	50.17%	26.50%
Quebec	12.20% ^(d)	26.50%	26.50%	50.17%	26.50%
Alberta	11.00%	23.00%	23.00%	46.67%	23.00%
British Columbia	11.00%	27.00%	27.00%	50.67%	27.00%
Manitoba	9.00%	27.00%	27.00%	50.67%	27.00%
New Brunswick	11.50%	29.00%	29.00%	52.67%	29.00%
Newfoundland & Labrador	12.00%	30.00%	30.00%	53.67%	30.00%
Nova Scotia	11.50%	29.00%	29.00%	52.67%	29.00%
Prince Edward Island	10.00%	31.00%	31.00%	54.67%	31.00%
Saskatchewan	9.50% ^(e)	27.00%	25.00%	50.67%	27.00%

(a) Assumes a December year end.

(b) Preferential rate reduced for corporations having taxable capital in excess of \$10M on an associated group basis.

(c) For a CCPC, the tax rate on investment income, net of dividend refund, is 30.67% lower.

(d) Employees of the corporation, or of an associated corporation, must work and be remunerated for 5,500 hours for the current and previous taxation year or be a corporation in the primary or manufacturing sector. For corporations with less than 5,000 remunerated hours, the rate is 20.5%.

(e) Saskatchewan has temporarily reducing its small-business rate from 2% to nil, effective for the period commencing October 1, 2020 and ending June 30, 2023. The small-business rate will increase to 1% effective July 1, 2023 and return to a rate of 2% on July 1, 2024.

(f) The federal SBD rate and general corporate rate of qualifying zero-emission technology manufacturers are temporarily reduced by half for taxation years starting 2022 to 2028. The reduced tax rate will be gradually phased out for taxation years beginning 2029 and will be fully phased out for taxation years beginning after 2031.

2023 COMBINED TOP PERSONAL TAX RATES

	Income	Eligible Dividends	Ineligible Dividends	Capital Gains
Ontario	53.53%	39.34%	47.74%	26.76%
Quebec	53.31%	40.11%	48.70%	26.65%
Alberta	48.00%	34.31%	42.31%	24.00%
British Columbia	53.50%	36.54%	48.89%	26.75%
Manitoba	50.40%	37.78%	46.67%	25.20%
New Brunswick	52.50%	32.40%	46.83%	26.25%
Newfoundland & Labrador	54.80%	46.20%	48.96%	27.40%
Nova Scotia	54.00%	41.58%	48.28%	27.00%
Prince Edward Island	51.37%	34.22%	47.05%	25.69%
Saskatchewan	47.50%	29.64%	41.82%	23.75%

2023 SELECT U.S. TAX RATES

	Personal ^{(a), (d), (e)}			Corporate ^(a)
	Income	Long-Term Capital Gains	Qualified Dividends	Business Income ^(b)
California	50.30%	33.30%	33.30%	27.98%
Florida	37.00%	20.00%	20.00%	25.35%
New York ^(c)	47.90%	30.90%	30.90%	26.73%
U.S. Estate Tax – Top Marginal Rate:	40.00%			
U.S. Estate Tax Exemption:	\$12,920,000			

(a) All rates are effective at time of publication.

(b) Highest marginal general tax rate, net of federal deduction for state taxes (corporate only).

(c) New York state tax rate does not include New York City taxes.

(d) The above rates do not include Medicare and Social Security taxes.

(e) For United States residents, an additional 3.8% tax is imposed on investment income when the income exceeds \$200,000 if the taxpayer is not married, \$125,000 if married filing separately, or \$250,000 if married filing jointly.

2023 PERSONAL TAX RATES ^{(a), (b)}

Ontario Residents

Ontario		Federal		Combined		Marginal Rates			
Taxable Income	Tax	Marginal Rate on Excess	Tax	Marginal Rate on Excess	Tax	Marginal Rate on Excess	Eligible Dividends Actual	Ineligible Dividends Actual	Capital Gains
11,865\$	0\$	5.05%	0\$	15.00%	0\$	20.05%	0.00%	9.24%	10.03%
49,232\$	1,887\$	9.15%	5,135\$	15.00%	7,022\$	24.15%	0.00%	13.95%	12.08%
53,360\$	2,265\$	9.15%	5,754\$	20.50%	8,019\$	29.65%	6.39%	20.28%	14.83%
86,699\$	5,315\$	10.98%	12,588\$	20.50%	17,904\$	31.48%	8.92%	22.38%	15.74%
98,464\$	6,607\$	13.39%	15,000\$	20.50%	21,607\$	33.89%	12.24%	25.16%	16.95%
102,136\$	7,099\$	17.41%	15,753\$	20.50%	22,852\$	37.91%	17.79%	29.78%	18.95%
106,718\$	7,897\$	17.41%	16,692\$	26.00%	24,589\$	43.41%	25.38%	36.10%	21.70%
150,001\$	15,432\$	18.97%	27,946\$	26.00%	43,378\$	44.97%	27.53%	37.90%	22.48%
165,431\$	18,359\$	18.97%	31,958\$	29.32%	50,317\$	48.29%	32.11%	41.71%	24.14%
220,001\$	28,711\$	20.53%	47,955\$	29.32%	76,666\$	49.85%	34.26%	43.50%	24.92%
235,676\$	31,929\$	20.53%	52,551\$	33.00%	84,479\$	53.53%	39.34%	47.74%	26.76%

(a) Assumes single taxpayer with no dependents receiving basic exemption only.

(b) Does not include the Ontario Health Premium.

SELECT PERSONAL TAX CREDITS FOR 2023

Combined Federal and Provincial

	Spouse	65 and over	Pension	Donation	Medical
Ontario	\$2,759	1,552\$ ^(a)	383\$	50.41% ^(b)	20.05% ^(c)

(a) Maximum credit that is gradually reduced when income exceeds \$42,335.
 (b) Applies to donations in excess of \$200 and taxable income below \$235,675 to which the First-Time Donor's Super Credit is not applicable.
 Assumes taxpayer is subject to Ontario surtax at 56%.

(c) Applies to medical expenses in excess of the lesser of 3% of net income and \$2,635 for federal purposes and the lesser of 3% of net income and \$2,686 for Ontario purposes.

2023 INVESTMENT YIELDS^(a)

An Interest Rate of		An Eligible Dividend Rate of	An Ineligible Dividend Rate of	A Capital Gain Rate of
4%	Gives the same after-tax as	3.06%	3.56%	2.54%
6%		4.60%	5.34%	3.81%
8%		6.13%	7.11%	5.08%
10%		7.66%	8.89%	6.34%

(a) Based on 53.53% marginal rate for an Ontario taxpayer.

SALARY VS. DIVIDEND

Comparison of Net Cash Retained by Shareholders^(a)

Ontario Resident 53.53% Marginal Rate	Salary ^(b)	Dividend
First \$500,000 Qualifying Business	\$456	\$459 ^(c)
Basic M&P Business	\$456	\$455
Investment Income CCPC	\$456	\$421 ^{(c), (d)}
Basic Business and Other Income	\$456	\$446

(a) Assumes corporation has \$1,000 of income available for disbursement to owner/manager.

(b) Takes into account Employer Health Tax paid by the corporation at the top rate of 1.95%.

(c) Assumes dividends paid are ineligible.

(d) Net of dividend refund.

INCOME THAT CAN BE RECEIVED TAX-FREE

Interest	Capital Gain	Eligible Dividend	Ineligible Dividend
\$11,865	\$23,730	\$55,000	\$32,770

SALES TAX RATES IN CANADA 2023

Province	GST Rate ^(a)	HST Rate ^(b)	PST Rate ^(c)	Total
Ontario	-	13.00%	-	13.00%
Quebec	5.00%	-	9.975% ^(d)	14.975%
Alberta	5.00%	-	-	5.00%
British Columbia	5.00%	-	7.00%	12.00%
Manitoba	5.00%	-	7.00%	12.00%
New Brunswick	-	15.00%	-	15.00%
Newfoundland & Labrador	-	15.00%	-	15.00%
Nova Scotia	-	15.00%	-	15.00%
Prince Edward Island	-	15.00%	-	15.00%
Saskatchewan	5.00%	-	6.00%	11.00%

(a) GST: Goods and Services Tax
 (b) HST: Harmonized Sales Tax
 (c) PST: Provincial Sales Tax
 (d) QST: Quebec Sales Tax