



ONTARIO INCOME TAX TABLES

TORONTO

181 Bay St., #3510
Bay Wellington Tower
Toronto ON M5J 2T3
416.488.2345

MONTRÉAL

1981 McGill College
Montréal QC H3A 0G6
514.934.3400

CHICAGO

200 South Wacker, #3100
Chicago IL 60606
312.828.0800

2021 CORPORATE TAX RATES ^(a)

Combined Federal and Provincial

	First \$500,000 for Qualifying Business ^(b)	Basic Business	Basic M&P Business	Investment Income CCPC ^(c)	Other
Ontario	12.20%	26.50%	25.00%	50.17%	26.50%
Quebec	12.38%	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%	29.50%
Prince Edward Island	11.00%	31.00%	31.00%	54.67%	31.00%
Saskatchewan	9.00%	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.

2021 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%	48.02%	26.65%
Alberta	48.00%	34.31%	42.30%	24.00%
British Columbia	53.50%	36.54%	48.89%	26.75%
Manitoba	50.40%	37.79%	46.67%	25.20%
New Brunswick	53.30%	33.51%	47.75%	26.65%
Newfoundland & Labrador	51.30%	42.62%	44.59%	25.65%
Nova Scotia	54.00%	41.58%	48.27%	27.00%
Prince Edward Island	51.37%	34.22%	46.22%	25.69%
Saskatchewan	47.50%	29.64%	42.29%	23.75%

2021 SELECT U.S. TAX RATES

	Personal ^{(a), (e), (f)}			Corporate ^(a)
	Income	Long-Term Capital Gains	Qualified Dividends	Business Income ^(b)
California ^(c)	49.30%	32.30%	32.30%	27.98%
Florida	37.00%	20.00%	20.00%	24.52%
New York ^(d)	47.90%	30.90%	30.90%	26.73%
U.S. Estate Tax – Top Marginal Rate:	40.00%			
U.S. Estate Tax Exemption:	\$11,700,000			

(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) California individual income tax rate does not include surtax on income in excess of \$1,000,000.

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

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

(f) 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.

2021 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
\$10,880	\$0	5.05%	\$0	15.00%	\$0	20.05%	0.00%	9.24%	10.03%
45,143	1,730	9.15%	4,700	15.00%	6,431	24.15%	0.00%	13.95%	12.08%
49,021	2,085	9.15%	5,282	20.50%	7,367	29.65%	6.39%	20.28%	14.83%
79,506	4,874	10.98%	11,531	20.50%	16,406	31.48%	8.92%	22.38%	15.74%
90,288	6,058	13.39%	13,742	20.50%	19,800	33.89%	12.24%	25.16%	16.95%
93,656	6,509	17.41%	14,432	20.50%	20,942	37.91%	17.79%	29.78%	18.95%
98,041	7,273	17.41%	15,331	26.00%	22,604	43.41%	25.38%	36.10%	21.70%
150,001	16,319	18.97%	28,841	26.00%	45,159	44.97%	27.53%	37.90%	22.48%
151,979	16,694	18.97%	29,355	29.32%	46,049	48.29%	32.11%	41.71%	24.14%
216,512	28,936	18.97%	48,276	33.00%	77,212	51.97%	37.19%	45.95%	25.98%
220,001	29,598	20.53%	49,427	33.00%	79,025	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 2021

Combined Federal and Provincial

	Spouse	65 and over	Pension	Donation	Medical
Ontario	\$2,538	\$ 1,425 ^(a)	\$376	46.41% ^(b)	20.05% ^(c)

(a) Maximum credit that is gradually reduced when income exceeds \$38,893.
 (b) Applies to donations in excess of \$200 and taxable income below \$216,511 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 \$2,421 for federal purposes and the lesser of 3% of net income and \$2,463 for Ontario purposes.

2021 INVESTMENT YIELDS ^(a)

An Interest Rate of	An Eligible Dividend Rate of	An Ineligible Dividend Rate of	A Capital Gain Rate of
2%	1.53%	1.78%	1.27%
4%	3.06%	3.56%	2.54%
6%	4.60%	5.34%	3.81%
8%	6.13%	7.11%	5.08%

(a) Based on 53.53% marginal rate for a 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 Business	456	446
Basic M&P Business	456	455
Investment Income CCPC	456	421 ^{(c), (d)}
Other Income	456	446

INCOME THAT CAN BE RECEIVED TAX-FREE

Interest	Capital Gain	Eligible Dividend	Ineligible Dividend
\$10,880	\$21,760	\$53,808	\$30,169

(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.

SALES TAX RATES IN CANADA 2021

Province	GST Rate ^(a)	HST Rate ^(b)	PST Rate ^(c)	Total
Ontario	-	13.00%	-	13.00%
Quebec	5.00%	-	9.975%	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