



TAX FACTS 2020

Ontario Personal Income Tax Rates

Taxable Income		Salary, Interest, Taxable Capital Gains	Dividends	
			(assuming only dividend income)	
		Marginal Rate	Eligible	Non-eligible
\$ -	\$ 44,740	20.05%	0.00%	9.24%
44,741	48,535	24.15%	0.00%	13.95%
48,536	78,783	29.65%	6.39%	20.28%
78,784	89,482	31.48%	8.92%	22.38%
89,483	92,825	33.89%	12.24%	25.16%
92,826	97,069	37.91%	17.79%	29.78%
97,070	150,000	43.41%	25.38%	36.10%
150,001	150,473	44.97%	27.53%	37.90%
150,474	214,368	47.97%	31.67%	41.35%
214,369	220,000	51.97%	37.19%	45.95%
220,001	over	53.53%	39.34%	47.74%

Maximum tax-free dividend: Eligible = \$52,065 Non-eligible = \$26,370
OAS Clawback: Benefits repaid for income starting at \$79,054

Ontario Personal Tax Payable (After Basic Personal Credit)

Taxable Income*	Tax Payable**	Taxable Income*	Tax Payable**
\$10,000	\$ -	\$ 90,000	\$ 20,620
20,000	1,481	100,000	24,459
30,000	3,786	120,000	33,141
40,000	5,941	150,000	46,163
50,000	8,392	200,000	70,242
60,000	11,357	300,000	123,067
70,000	14,322	400,000	176,596
80,000	17,460	500,000	230,126

* Assumes income is only Salary, Interest, and Taxable Capital Gains

** Tax Payable includes Ontario Health Care Premium

RRSP & TFSA Contribution Limits

Maximum Earned Income	RRSP Contribution Limit	TFSA Contribution Limit	TFSA Cumulative Limit*
\$151,278	\$27,230	\$6,000	\$69,500

*Maximum cumulative amount assuming no prior year contributions and the taxpayer was 18 or older in 2009.

Penalty for Excess Contributions:

If \$2,000 or less & RRSP No penalty
 Excess over \$2,000 or TFSA 1% of excess per month until withdrawn

Capital Gains Deduction Limits

Qualified Small Business Corporation	\$883,384
Qualified Farming/Fishing Property	\$1,000,000

Corporate Income Tax Rates (Federal & Ontario)

	Federal	Ontario	Combined
Basic	15.00%	11.50%	26.50%
Manufacturing	15.00%	10.00%	25.00%
Small Business	9.00%	3.20%	12.20%
Investment	38.67%	11.50%	50.17%

Historical Dividend Gross Up Rates

	2010	2011	2012-2019	2020
Eligible	44%	41%	38%	38%
	2014-2015	2016-2017	2018	2019-2020
Non-eligible	18%	17%	16%	15%

Automobile Limits

Tax-Exempt Employee Travel Allowances

First 5,000 kilometres	\$0.59 per km*
Excess	\$0.53 per km*

*Inclusive of HST

**Plus HST

Deduction Limits

Capital cost	\$30,000**
Leasing cost	\$800/month**

Payroll Taxes

CPP Contributions

Contributory Earnings	\$58,700
Basic Exemption	<u>3,500</u>
Contributory Base	<u>\$55,200</u>

Maximum Annual Contributions

Employee	\$2,898	5.25%
Employer	\$2,898	5.25%

Employment Insurance

Maximum Insurable Earnings	\$54,200
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Maximum Annual Premiums

Employee	\$856.36	1.580%
Employer	\$1,198.90	2.212%

WSIB Maximum Insurable Earnings \$95,400

Tax rates are approximate as of January 1, 2020 and are not meant for exact tax determination.