



TAX FACTS 2023

Ontario Personal Income Tax Rates

Taxable Income		Salary, Interest, Taxable Capital Gains	Dividends	
			(assuming only dividend income)	
		Marginal Rate	Eligible	Non-eligible
\$ -	\$ 49,231	20.05%	0.00%	9.24%
49,232	53,359	24.15%	0.00%	13.95%
53,360	86,698	29.65%	6.39%	20.28%
86,699	98,463	31.48%	8.92%	22.38%
98,464	102,135	33.89%	12.24%	25.16%
102,136	106,717	37.91%	17.79%	29.78%
106,718	150,000	43.41%	25.38%	36.10%
150,001	165,430	44.97%	27.53%	37.90%
165,431	220,000	48.29%	32.11%	41.72%
220,001	235,675	49.85%	34.26%	43.51%
235,676	over	53.53%	39.34%	47.74%

Maximum tax-free dividend:

Eligible = \$54,400 Non-eligible = \$31,300

OAS Clawback:

Benefits repaid for income starting at \$86,912

Ontario Personal Tax Payable (After Basic Personal Credit)

Taxable Income*	Tax Payable**	Taxable Income*	Tax Payable**
\$10,000	\$ -	\$ 90,000	\$ 19,693
20,000	1,161	100,000	22,878
30,000	3,466	120,000	31,105
40,000	5,621	150,000	44,128
50,000	7,807	200,000	67,759
60,000	10,588	300,000	119,812
70,000	13,553	400,000	173,342
80,000	16,668	500,000	226,871

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

** Tax payable includes Ontario Health Premium

RRSP & TFSA Contribution Limits

Maximum Earned Income	RRSP Dollar Limit	TFSA Dollar Limit	TFSA Cumulative Limit*
\$171,000	\$30,780	\$6,500	\$88,000

*Maximum Cumulative amount assuming no prior year contributions, and the taxpayer was 18 or older in 2009, and has been a Canadian resident since 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1% of excess per month until withdrawn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	\$971,190
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%
Small Business**	15.00%	3.20%	18.20%
Investment*	38.67%	11.50%	50.17%

*CCPC only

**CCPC with reduction to small business rate due to high passive income

Historical Dividend Gross Up Rates

Eligible	2007-2009	2010	2011	2012-2023
	45%	44%	41%	38%

Non-eligible	2014-2015	2016-2017	2018	2019-2023
	18%	17%	16%	15%

Automobile Limits

Tax-Exempt Employee Travel Allowances

First 5,000 kilometres	\$0.68 per km*
Excess	\$0.62 per km*

*Inclusive of HST

**Plus HST

Deduction Limits

Capital cost passenger vehicles \$36,000**

Capital cost zero-emission passenger vehicles \$61,000**

Leasing cost \$950/month**

Payroll Taxes

CPP Contributions

Contributory Earnings	\$66,600
Basic Exemption	<u>3,500</u>
Contributory Base	<u>\$63,100</u>

Maximum Annual Contributions

Employee	\$3,754.45	5.95%
Employer	\$3,754.45	5.95%

Employment Insurance

Maximum Insurable Earnings \$61,500

Maximum Annual Premiums

Employee	\$1,002.45	1.63%
Employer	\$1,403.43	2.28%

WSIB Maximum Insurable Earnings \$110,000 (Suggested)

Tax rates are approximate as of January 1, 2023, and are not meant for exact tax determination.