



Understanding **TAX** 2020 Tax Rates & Credits

Combined Federal & BC Tax Brackets

not applicable to dividend income or capital gains

From	To	Combined Rate
0	\$41,725	20.0%
\$41,726	\$48,535	22.7%
\$48,536	\$83,452	28.2%
\$83,453	\$95,812	31.0%
\$95,813	\$97,069	32.8%
\$97,070	\$116,345	38.3%
\$116,346	\$150,473	40.7%
\$150,474	\$157,748	43.7%
\$157,749	\$214,368	45.8%
\$214,369	UP	49.8%

CPP Contributions

Maximum Pensionable Earnings (basic exemption \$3,500)	\$58,700
Maximum employee contribution, 5.25%	\$2,898
Maximum self-employed contribution, 10.5%	\$5,496

EI Contributions

Maximum Insurable Earnings	\$54,200
Maximum employee contribution, \$1.58 / \$100 earnings	\$856
Maximum employer contribution, \$2.21 / \$100 earnings	\$1,199

RRSP Contribution Limits: lesser of 18% of earned income or

2021	2020	2019	2018
\$27,830	\$27,230	\$26,500	\$26,230

Tax Payable By Individuals at Various Levels of Income

this assumes the taxpayer is only claiming the basic personal amount

Taxable Income	Combined Federal & BC Taxes
\$20,000	\$1,014
\$30,000	\$3,352
\$40,000	\$5,490
\$50,000	\$7,872
\$60,000	\$10,692
\$70,000	\$13,512
\$80,000	\$16,332
\$90,000	\$19,393
\$100,000	\$22,869
\$110,000	\$26,698
\$120,000	\$30,684
\$130,000	\$34,754
\$140,000	\$38,824
\$150,000	\$42,965

Personal Tax Credits

	Federal	BC
Basic Personal	\$12,069	\$10,682
Spouse / Partner / Eligible Dependant	\$12,069	\$10,862
Canada Employment	\$1,222	—
Age Amount (65 or over in the year)	\$7,494	\$4,791
Net income phase out threshold	\$37,790	\$35,600
Pension Income	\$2,000	\$1,000
Disability	\$8,416	\$8,012
First Time Home Buyers	\$5,000	—
Tax rate applied to credits	15%	5.06%

CCPC Combined Corporate Tax Rates for BC

Active Business Income, up to \$500,000	11.0%
Active Business Income, over \$500,000	27.0%
Investment Income	50.7%

This information is current to February 2019. It is of a general nature and is not intended to address the specific circumstances of a particular individual. You should not act on this information without appropriate professional advice after thorough examination of a particular situation. E&OE