

Individual Marginal Rates for 2008

(Prepared from information available as of October 23, 2008)

These tables show combined federal and provincial (or federal and territorial) marginal tax rates – the percentage of tax paid on the last dollar of income, or on additional income.

Each row contains marginal rates for:

- ordinary income and interest;
- the actual amount of capital gains; and
- the actual amount of dividends (eligible and non-eligible) from Canadian corporations.

	Taxable income \$9,600 ⁽¹⁾ to \$37,885					Taxable income \$37,885 to \$75,769				
	Brackets	Ordinary income & interest	Capital gains	Canadian dividends		Brackets	Ordinary income & interest	Capital gains	Canadian dividends	
				Eligible ⁽²⁾	Non-eligible ⁽²⁾				Eligible ⁽²⁾	Non-eligible
Federal only	\$9,600	15.00%	7.50%	(5.75%) to 0%	2.08%	\$37,885	22.00%	11.00%	4.40%	10.83%
Alberta	\$16,161	25.00%	12.50%	(4.30%) to 1.45%	8.96%	\$37,885	32.00%	16.00%	5.85%	17.71%
British Columbia	\$9,600	15.00%	7.50%	(5.75%) to 0%	2.08%	\$70,033	32.50%	16.25%	2.23% to 4.40%	17.58%
	\$35,016	22.70%	11.35%	(11.99%) to 0%	5.33%		32.50%	16.25%	2.23% to 4.40%	17.58%
Manitoba	\$9,600	20.06%	10.03%	(15.81%) to 0%	2.03% to 2.08%	\$37,885	29.70%	14.85%	(1.84%) to 4.40%	14.08%
	\$30,544	27.75%	13.88%	(3.21%) to 2.54%	14.08%	\$66,000	39.40%	19.70%	13.68%	28.65%
New Brunswick	\$9,600	25.90%	12.95%	(5.90%) to 0%	11.77%	\$37,885	34.75%	17.38%	6.94%	22.83%
	\$34,836	30.48%	15.24%	(0.70%) to 5.05%	14.81%	\$69,673	38.80%	19.40%	11.36%	25.21%
Newfoundland and Labrador	\$9,600	25.12%	12.56%	(8.48%) to 0%	8.11%	\$37,885	37.48%	18.74%	9.45%	23.56%
	\$30,215	28.30%	14.15%	3.89% to 9.64%	12.46%	\$60,429	38.00%	19.00%	17.96%	24.58%
Non-resident⁽³⁾	\$9,600	23.20%	11.60%	(3.50%) to 2.25%	6.08%	\$37,885	35.30%	17.65%	14.04%	21.21%
	\$9,600	22.20%	11.10%	(8.51%) to 0%	3.08%	\$37,885	32.56%	16.28%	6.51%	16.03%
Northwest Territories	\$35,986	23.60%	11.80%	(9.96%) to 0%	5.33%	\$71,973	34.20%	17.10%	5.42%	18.58%
	\$12,355	20.90%	10.45%	(13.87%) to 0%	1.96% to 2.08%	\$37,885	30.60%	15.30%	0.20% to 4.40%	14.08%
	\$9,600	15.00%	7.50%	(5.75%) to 0%	2.08%					
Nova Scotia	\$29,590	29.95%	14.98%	3.10% to 8.85%	11.15%	\$59,180	38.67%	19.34%	15.74%	22.05%
	\$9,600	23.79%	11.90%	(5.84%) to 0%	3.45%	\$37,885	36.95%	18.48%	13.25%	19.90%
Nunavut	\$11,360	19.00%	9.50%	(8.94%) to 0%	2.08%	\$37,885	29.00%	14.50%	5.56%	14.58%
	\$9,600	15.00%	7.50%	(5.75%) to 0%	2.08%					
Ontario	\$36,020	24.15%	12.08%	(2.63%) to 3.12%	7.11%	\$74,721 ⁽⁴⁾	39.41%	19.70%	13.81%	22.59%
	\$9,600	21.05%	10.53%	(7.13%) to 0%	3.23%	\$72,041	35.39%	17.70%	11.64%	19.88%
						\$63,430 ⁽⁴⁾	32.98%	16.49%	8.14%	16.86%
Prince Edward Island	\$37,885					\$37,885	31.15%	15.58%	7.52%	15.86%
	\$31,984	28.80%	14.40%	(0.97%) to 4.79%	13.96%	\$63,969	38.70%	19.35%	13.39%	26.33%
	\$9,600	24.80%	12.40%	(6.77%) to 0%	8.96%	\$37,885	35.80%	17.90%	9.19%	22.71%
Quebec	\$37,500	32.53%	16.26%	6.94% to 11.75%	16.74%	\$75,000	42.37%	21.19%	21.22%	29.05%
	\$12,769	28.53%	14.26%	1.14% to 5.95%	11.74%	\$37,885	38.37%	19.19%	15.42%	24.05%
	\$9,600	12.53%	6.26%	(4.80%) to 0%	1.74%					
Saskatchewan	\$12,945	26.00%	13.00%	(5.75%) to 0%	8.33%	\$39,135	35.00%	17.50%	7.30%	19.58%
	\$9,600	15.00%	7.50%	(5.75%) to 0%	2.08%	\$37,885	33.00%	16.50%	4.40%	17.08%
Yukon	\$9,600	22.04%	11.02%	(11.49%) to 0%	5.32%	\$37,885	31.68%	15.84%	2.49% to 4.40%	17.37%

	Taxable income \$75,769 to \$123,184					Taxable income over \$123,184			
	Brackets	Ordinary income & interest	Capital gains	Canadian dividends		Ordinary income & interest	Capital gains	Canadian dividends	
				Eligible ⁽²⁾	Non-eligible			Eligible	Non-eligible
Federal only	\$75,769	26.00%	13.00%	10.20%	15.83%	29.00%	14.50%	14.55%	19.58%
Alberta	\$75,769	36.00%	18.00%	11.65%	22.71%	39.00%	19.50%	16.00%	26.46%
British Columbia	\$97,636	40.70%	20.35%	14.12%	27.83%	43.70%	21.85%	18.47%	31.58%
	\$80,406	38.29%	19.15%	10.62%	24.82%				
	\$75,769	36.50%	18.25%	8.03% to 10.20%	22.58%				
Manitoba	\$75,769	43.40%	21.70%	19.48%	33.65%	46.40%	23.20%	23.83%	37.40%
New Brunswick	\$113,273	43.95%	21.98%	18.83%	31.65%	46.95%	23.48%	23.18%	35.40%
	\$75,769	42.80%	21.40%	17.16%	30.21%				
Newfoundland and Labrador	\$75,769	42.00%	21.00%	23.76%	29.58%	45.00%	22.50%	28.11%	33.33%
Non-resident⁽³⁾	\$75,769	38.48%	19.24%	15.10%	23.43%	42.92%	21.46%	21.53%	28.98%
Northwest Territories	\$117,011	40.05%	20.03%	13.90%	25.90%	43.05%	21.53%	18.25%	29.65%
	\$75,769	38.20%	19.10%	11.22%	23.58%				
Nova Scotia	\$93,000	45.25%	22.63%	24.00%	29.31%	48.25%	24.13%	28.35%	33.06%
	\$81,105 ⁽⁴⁾	44.34%	22.17%	22.67%	28.17%				
	\$75,769	42.67%	21.34%	21.54%	27.05%				
Nunavut	\$75,770	35.00%	17.50%	14.26%	22.08%	40.50%	20.25%	22.24%	28.96%
	\$75,769	33.00%	16.50%	11.36%	19.58%				
Ontario	\$75,769	43.41%	21.70%	19.61%	27.59%	46.41%	23.20%	23.96%	31.34%
Prince Edward Island	\$98,143 ⁽⁴⁾	44.37%	22.19%	20.09%	32.88%	47.37%	23.69%	24.44%	36.63%
	\$75,769	42.70%	21.35%	19.19%	31.33%				
Quebec	\$75,769	45.71%	22.86%	26.06%	33.22%	48.22%	24.11%	29.69%	36.35%
Saskatchewan	\$111,814	41.00%	20.50%	16.00%	27.08%	44.00%	22.00%	20.35%	30.83%
	\$75,769	39.00%	19.50%	13.10%	24.58%				
Yukon	\$78,755 ⁽⁴⁾	38.01%	19.01%	10.87%	25.01%	42.40%	21.20%	17.23%	30.49%
	\$75,769	37.44%	18.72%	10.84%	24.57%				

(1) Provincial tax may be payable on taxable incomes below \$9,600 for residents of British Columbia, Manitoba, New Brunswick, Newfoundland and Labrador, Nova Scotia, Ontario and Prince Edward Island, where the basic amounts are less than \$9,600.

(2) When two dividend rates are indicated, the lower rate has a negative federal and/or provincial/territorial component. A negative federal component shelters other income from federal tax and a negative provincial/territorial component shelters other income from provincial/territorial tax. As a result, depending on the level of other income, the combined federal and provincial/territorial rate could be higher, but will not exceed the higher rate shown, which applies if the taxpayer has no other income.

(3) A non-resident who does not qualify for the federal personal basic credit of \$9,600 will pay tax on taxable income below \$9,600. Non-residents may claim the personal basic credit only if all or substantially all (i.e., 90% or more) of the non-resident's worldwide income is included in his or her taxable income earned in Canada for the year.

Non-resident rates for interest and dividends apply only in limited circumstances. Generally, interest (commencing 2008, other than most interest paid to arm's length non-residents) and dividends paid to non-residents are subject to Part XIII withholding tax.

(4) The bracket relates to surtaxes levied by Nova Scotia, Ontario, Prince Edward Island or the Yukon, and assumes that only the basic personal credit is available.