

TAX RATE CARD FOR 2014 – UPDATED FEBRUARY 2014

TAX, RETIREMENT & ESTATE PLANNING SERVICES

BRITISH COLUMBIA		Marginal Tax Rates (%)			
Taxable Income (\$)	Interest & Regular Income	Capital Gains	Eligible Canadian Dividends	Ineligible Canadian Dividends	
0 to 9,869	-	-	-34.53	-16.06	
9,870 to 11,138	5.06	2.53	-27.54	-10.09	
11,139 to 37,606	20.06	10.03	-6.84	7.61	
37,607 to 43,953	22.70	11.35	-3.20	10.73	
43,954 to 75,213	29.70	14.85	6.46	18.99	
75,214 to 86,354	32.50	16.25	10.32	22.29	
86,355 to 87,907	34.29	17.15	12.79	24.40	
87,908 to 104,858	38.29	19.15	18.31	29.12	
104,859 to 136,270	40.70	20.35	21.64	31.97	
136,271 to 150,000	43.70	21.85	25.78	35.51	
150,001 and over	45.80	22.90	28.68	37.98	

ONTARIO		Marginal Tax Rates (%)			
Taxable Income (\$)	Interest & Regular Income	Capital Gains	Eligible Canadian Dividends	Ineligible Canadian Dividends	
0 to 9,670	-	-	-34.53	-18.31	
9,671 to 11,138	5.05	2.53	-27.56	-12.35	
11,139 to 40,120	20.05	10.03	-6.86	5.35	
40,121 to 43,953	24.15	12.08	-1.20	10.19	
43,954 to 70,651	31.15	15.58	8.46	18.45	
70,652 to 80,242	32.98	16.49	10.99	20.61	
80,243 to 83,237	35.39	17.70	14.31	23.45	
83,238 to 87,907	39.41	19.70	19.86	28.19	
87,908 to 136,270	43.41	21.70	25.38	32.91	
136,271 to 514,090	46.41	23.20	29.52	36.45	
514,091 and over	49.53	24.76	33.82	40.13	

NOVA SCOTIA		Marginal Tax Rates (%)			
Taxable Income (\$)	Interest & Regular Income	Capital Gains	Eligible Canadian Dividends	Ineligible Canadian Dividends	
0 to 8,481	-	-	-32.94	-19.93	
8,482 to 11,138	8.79	4.40	-20.81	-9.56	
11,139 to 29,590	23.79	11.90	-0.11	8.14	
29,591 to 43,953	29.95	14.98	8.39	15.41	
43,954 to 59,180	36.95	18.48	18.05	23.67	
59,181 to 87,907	38.67	19.34	20.42	25.70	
87,908 to 93,000	42.67	21.34	25.94	30.42	
93,001 to 136,270	43.50	21.75	27.09	31.40	
136,271 to 150,000	46.50	23.25	31.23	34.94	
150,001 and over	50.00	25.00	36.06	39.07	

ALBERTA		Marginal Tax Rates (%)			
Taxable Income (\$)	Interest & Regular Income	Capital Gains	Eligible Canadian Dividends	Ineligible Canadian Dividends	
0 to 11,138	-	-	-34.53	-16.15	
11,139 to 17,787	15.00	7.50	-13.83	1.55	
17,788 to 43,953	25.00	12.50	-0.03	13.35	
43,954 to 87,907	32.00	16.00	9.63	21.61	
87,908 to 136,270	36.00	18.00	15.15	26.33	
136,271 and over	39.00	19.50	19.29	29.87	

QUEBEC		Marginal Tax Rates (%)			
Taxable Income (\$)	Interest & Regular Income	Capital Gains	Eligible Canadian Dividends	Ineligible Canadian Dividends	
0 to 11,138	-	-	-33.73	-19.17	
11,139 to 11,305	12.53	6.26	-16.44	-4.39	
11,306 to 41,495	28.53	14.26	5.64	14.49	
41,496 to 43,953	32.53	16.26	11.16	19.21	
43,954 to 82,985	38.37	19.19	19.22	26.10	
82,986 to 87,907	42.37	21.19	24.74	30.82	
87,908 to 100,970	45.71	22.86	29.35	34.76	
100,971 to 136,270	47.46	23.73	31.77	36.83	
136,271 and over	49.97	24.98	35.22	39.78	

PRINCE EDWARD ISLAND		Marginal Tax Rates (%)			
Taxable Income (\$)	Interest & Regular Income	Capital Gains	Eligible Canadian Dividends	Ineligible Canadian Dividends	
0 to 7,708	-	-	-35.22	-15.61	
7,709 to 11,138	9.80	4.90	-21.69	-4.05	
11,139 to 31,984	24.80	12.40	-0.99	13.65	
31,985 to 43,953	28.80	14.40	4.53	18.37	
43,954 to 63,969	35.80	17.90	14.19	26.63	
63,970 to 87,907	38.70	19.35	18.19	30.06	
87,908 to 98,145	42.70	21.35	23.71	34.78	
98,146 to 136,270	44.37	22.19	24.56	36.49	
136,271 and over	47.37	23.69	28.70	40.03	

SASKATCHEWAN		Marginal Tax Rates (%)			
Taxable Income (\$)	Interest & Regular Income	Capital Gains	Eligible Canadian Dividends	Ineligible Canadian Dividends	
0 to 11,138	-	-	-35.91	-16.60	
11,139 to 15,378	15.00	7.50	-15.21	1.10	
15,379 to 43,292	26.00	13.00	-0.03	14.08	
43,293 to 43,953	28.00	14.00	2.73	16.44	
43,954 to 87,907	35.00	17.50	12.39	24.70	
87,908 to 123,692	39.00	19.50	17.91	29.42	
123,693 to 136,270	41.00	20.50	20.67	31.78	
136,271 and over	44.00	22.00	24.81	35.32	

NEW BRUNSWICK		Marginal Tax Rates (%)			
Taxable Income (\$)	Interest & Regular Income	Capital Gains	Eligible Canadian Dividends	Ineligible Canadian Dividends	
0 to 9,472	-	-	-37.29	-19.25	
9,473 to 11,138	9.68	4.84	-23.93	-7.83	
11,139 to 39,305	24.68	12.34	-3.23	9.87	
39,306 to 43,953	29.82	14.91	3.86	15.93	
43,954 to 78,609	36.82	18.41	13.52	24.19	
78,610 to 87,907	38.52	19.26	15.87	26.20	
87,908 to 127,802	42.52	21.26	21.39	30.92	
127,803 to 136,270	43.84	21.92	23.21	32.48	
136,271 and over	46.84	23.42	27.35	36.02	

NEWFOUNDLAND & LABRADOR		Marginal Tax Rates (%)			
Taxable Income (\$)	Interest & Regular Income	Capital Gains	Eligible Canadian Dividends	Ineligible Canadian Dividends	
0 to 8,578	-	-	-35.91	-18.90	
8,579 to 11,138	7.70	3.85	-25.28	-9.81	
11,139 to 34,254	22.70	11.35	-4.58	7.89	
34,255 to 43,953	27.50	13.75	2.04	13.55	
43,954 to 68,508	34.50	17.25	11.70	21.81	
68,509 to 87,907	35.30	17.65	12.81	22.75	
87,908 to 136,270	39.30	19.65	18.33	27.47	
136,271 and over	42.30	21.15	22.47	31.01	

MANITOBA		Marginal Tax Rates (%)			
Taxable Income (\$)	Interest & Regular Income	Capital Gains	Eligible Canadian Dividends	Ineligible Canadian Dividends	
0 to 9,134	-	-	-31.77	-13.98	
9,135 to 11,138	10.80	5.40	-16.86	-1.24	
11,139 to 31,000	25.80	12.90	3.84	16.46	
31,001 to 43,953	27.75	13.88	6.53	18.77	
43,954 to 67,000	34.75	17.38	16.19	27.03	
67,001 to 87,907	39.40	19.70	22.60	32.51	
87,908 to 136,270	43.40	21.70	28.12	37.23	
136,271 and over	46.40	23.20	32.26	40.77	

The above rates are the combined federal and provincial marginal rates, including all surtaxes, that apply to the actual amount of interest and regular income, capital gains, and dividends received. It is assumed that the only credit claimed is the basic personal amount. These rates are based on federal and provincial budget proposals and news released as of February 2014. Eligible Dividends: Dividends paid by corporations resident in Canada from income that has been subject to the general federal corporate tax rate (public corporations, CCPCs from eligible dividends received from public corporations, other Canadian resident corporations subject to the general corporate rate). Ineligible Dividends: Dividends paid by Canadian Controlled Private Corporations (CCPC) that is from income that is eligible for the small business deduction (SBD) or from investment income other than income from eligible dividends from public corporations. The marginal rates for dividend income reflects the maximum amount of the non-refundable dividend tax credit.

FEDERAL TAX BRACKETS – 2014

Taxable Income (\$)	Federal Tax at Bottom End of Bracket (\$)	Plus this Marginal Rate on the Excess (%)
0 to 43,953	Nil	15
43,954 to 87,907	6,593	22
87,908 to 136,270	16,263	26
136,271 and over	28,837	29

FEDERAL PERSONAL TAX CREDITS – 2014 (\$)

	Gross	Credit (at 15%)
Basic personal	11,138	1,671
Married/eligible dependant ^{1,2}	11,138	1,671
Dependants over 18 and infirm ³	6,589	988
Age ⁴	6,916	1,037
Disability	7,766	1,165
Caregiver ^{1,5}	4,530	680

¹The Family Caregiver Amount of \$2,000 is added to these amounts in some cases. ²Reduced by dependant's net income. ³Includes Family Caregiver Amount of \$2,000. Reduced by dependant's net income in excess of \$6,607. ⁴Reduced by an amount equal to 15% of net income exceeding \$34,873. ⁵Reduced by dependant's net income in excess of \$15,472.

ADDITIONAL NON-REFUNDABLE FEDERAL TAX CREDITS

Pension income	15% of up to \$2,000 for a maximum credit of \$300
Medical expense	15% of amount in excess of: lesser of a) 3% of net income and b) \$2,171
Tuition fees	15% of amount paid in respect of attendance at a post-secondary institution
Education and Textbook	15% of \$400 education plus \$65 textbook for each month enrolled full-time in a qualifying program (part-time: \$120 education plus \$20 textbook)
Charitable donations	15% for first \$200, 29% of the balance ⁶ ; donations limited to 75% of net income ⁷
Canada pension	15% of contributions
Employment insurance	15% of premiums paid
Public Transit Pass	15% of the cost of public transit travel
Children's Fitness	15% of eligible amounts, up to \$500 paid for an eligible program of physical activity
Children's Arts	15% of eligible amounts, up to \$500 paid for an eligible program of artistic, cultural, recreational, or developmental activity
Child	15% of \$2,255 per child under 18 at end of the year

⁶First-time donors can claim an additional 25% credit on up to \$1,000 cash donations once between 2013 and 2017. ⁷100% in the year of death and the year prior to death.

ANNUAL CONTRIBUTION LIMITS FOR TFSA AND RRSP

Year	TFSA maximum	RRSP 18% of prior year earned income to maximum of:
2012	\$5,000	\$22,970
2013	\$5,500	\$23,820
2014	\$5,500	\$24,270
2015	Indexed to inflation	\$24,930
2016 and following	Indexed to inflation	Indexed to average wage growth

ELIGIBLE DIVIDENDS (\$)

The following actual amount of Eligible Canadian dividends can be received by a Canadian resident with no tax payable, assuming no other income or deductions other than the basic personal and dividend tax credit.

British Columbia	49,290	Quebec	35,080
Alberta	49,290	New Brunswick	49,290
Saskatchewan	49,290	Nova Scotia	30,510
Manitoba	24,280	Prince Edward Island	44,700
Ontario	49,290	Nfld. & Labrador	49,290

For federal tax purposes the gross-up rate for eligible dividends is 38%. The enhanced federal dividend tax credit is approximately 15.02% of the grossed-up dividend.

CAPITAL GAINS VS. INELIGIBLE DIVIDENDS (\$)

Capital gains are taxed at lower rates than dividends from a Canadian corporation, but only once taxable income reaches a certain threshold. For taxable incomes below the following thresholds, Canadian dividends (ineligible) will be taxed at lower rates than capital gains.

British Columbia	45,450	Quebec	n/a
Alberta	n/a	New Brunswick	43,000
Saskatchewan	n/a	Nova Scotia	41,600
Manitoba	n/a	Prince Edward Island	n/a
Ontario	56,050	Nfld. & Labrador	45,150

CANADA PENSION PLAN CONTRIBUTIONS – 2014 (\$)

CPP maximum pensionable earnings	52,500.00
Basic exemption	3,500.00
Maximum contributory earnings	49,000.00
Maximum contributions: Employees (4.95%)	2,425.50
Self-employed (9.9%)	4,851.00

CANADA PENSION PLAN BENEFITS (\$)

The maximum benefits available under the CPP program:

	Annual Total	2014 (monthly)
Death benefit (lump sum)	2,500.00	-
Retirement benefit	12,459.96	1,038.33
Post retirement benefit	311.52	25.96
Disability benefit	14,836.20	1,236.35
Survivor's benefit – under 65	6,814.92	567.91
– 65 and older	7,476.00	623.00
Children of disabled person	2,768.64	230.72
Children of deceased person	2,768.64	230.72

OLD AGE SECURITY BENEFITS

The maximum monthly benefit available under the OAS program:

2014 **January to March** \$551.54

For 2014, benefits are repayable if net income exceeds \$71,592. The repayment is 15% of excess income to a maximum of the OAS received. OAS is eliminated once net income reaches \$115,716. A tax-free Guaranteed Income Supplement (GIS) of up to approximately \$747.86 monthly is available for low-income individuals.



 **Manulife Financial**
For your future™