



Personal Tax Rates

Federal and Provincial/Territorial Income Tax Rates and Brackets for 2021

	Tax Rates	Tax Brackets	Surtax Rates	Surtax Thresholds
Federal ¹	15.00%	Up to \$49,020		
	20.50	49,021–98,040		
	26.00	98,041–151,978		
	29.00	151,979–216,511		
	33.00	216,512 and over		
British Columbia ²	5.06%	Up to \$42,184		
	7.70	42,185–84,369		
	10.50	84,370–96,866		
	12.29	96,867–117,623		
	14.70	117,624–159,483		
	16.80	159,484–222,420		
Alberta ³	10.00%	Up to \$131,220		
	12.00	131,221–157,464		
	13.00	157,465–209,952		
	14.00	209,953–314,928		
	15.00	314,929 and over		
Saskatchewan ⁴	10.50%	Up to \$45,677		
	12.50	45,678–130,506		
	14.50	130,507 and over		
Manitoba ⁶	10.80%	Up to \$33,723		
	12.75	33,724–72,885		
	17.40	72,886 and over		
Ontario ^{7,8}	5.05%	Up to \$45,142		
	9.15	45,143–90,287	20% 36	\$4,874
	11.16	90,288–150,000		6,237
	12.16	150,001–220,000		
	13.16	220,001 and over		
Quebec ⁹	15.00%	Up to \$45,105		
	20.00	45,106–90,200		
	24.00	90,201–109,755		
	25.75	109,756 and over		

Refer to notes on the following pages.

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Current as of June 30, 2021

Federal and Provincial/Territorial Income Tax Rates and Brackets for 2021

	Tax Rates	Tax Brackets	Surtax Rates	Surtax Thresholds
New Brunswick ^{4,10}	9.40%	Up to \$43,835		
	14.82	43,836–87,671		
	16.52	87,672–142,534		
	17.84	142,535–162,383		
	20.30	162,384 and over		
Nova Scotia ⁵	8.79%	Up to \$29,590		
	14.95	29,591–59,180		
	16.67	59,181–93,000		
	17.50	93,001–150,000		
	21.00	150,001 and over		
Prince Edward Island ^{5,8}	9.80%	Up to \$31,984		
	13.80	31,985–63,969		
	16.70	63,970 and over	10%	\$12,500
Newfoundland and Labrador ¹¹	8.70%	Up to \$38,081		
	14.50	38,082–76,161		
	15.80	76,162–135,973		
	17.30	135,974–190,363		
	18.30	190,364 and over		
Yukon ⁴	6.40%	Up to \$49,020		
	9.00	49,021–98,040		
	10.90	98,041–151,978		
	12.80	151,979–500,000		
	15.00	500,001 and over		
Northwest Territories ⁴	5.90%	Up to \$44,396		
	8.60	44,397–88,796		
	12.20	88,797–144,362		
	14.05	144,363 and over		
Nunavut ⁴	4.00%	Up to \$46,740		
	7.00	46,741–93,480		
	9.00	93,481–151,978		
	11.50	151,979 and over		

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Notes

- (1) The federal tax brackets are indexed each year by a calculated inflation factor, which is based on the change in the average federal inflation rate over the 12-month period ending September 30 of the previous year compared to the change in the rate for the same period of the year prior to that. The federal inflation factor is 1.0% for 2021.
- (2) British Columbia indexes its tax brackets using the same formula as that used federally, but uses the provincial inflation rate rather than the federal rate in the calculation.

The province's inflation factor is 1.1% for 2021.
- (3) Alberta paused the annual indexation of non-refundable tax credits and tax bracket thresholds, and will carry forward 2019 amounts for the 2020 and future taxation years. The province also indicated that it will resume indexing the tax system once it achieves the required economic and fiscal conditions.
- (4) New Brunswick, Saskatchewan and the territories (Northwest Territories, Nunavut and Yukon) index their tax brackets using the same formula as that used federally. The inflation factor is 1.0% for 2021.

Saskatchewan re-introduced indexation of the province's personal income tax system to the national rate of inflation, effective January 1, 2021.
- (5) Nova Scotia and Prince Edward Island do not index their tax brackets or, where applicable, surtax thresholds.
- (6) Manitoba indexes its tax brackets using the same formula as that used federally, but uses the provincial inflation rate rather than the federal rate in the calculation. The province's inflation factor is 1.0% for 2021.
- (7) Ontario indexes its tax brackets and surtax thresholds using the same formula as that used federally, but uses the provincial inflation rate rather than the federal rate in the calculation. The province's inflation factor is 0.9% for 2021. Ontario resident individuals with taxable income over \$20,000 are also required to pay a Health Premium each year (see the table "Provincial Health Premiums").

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- (8) Ontario and Prince Edward Island have a surtax system where surtax applies to the provincial income tax (before surtax) in excess of the threshold noted in the table. For example, Ontario surtax of 20% applies to the provincial income tax (before surtax) in excess of \$4,874. Ontario surtax of 36% applies in addition to the 20% surtax (i.e., a total surtax of 56%) to the provincial income tax (before surtax) in excess of \$6,237.

The surtax effectively increases the top marginal tax rate for residents of Ontario and Prince Edward Island to 20.53% (13.16% x 156%) and 18.37% (16.70% x 110%), respectively.

- (9) Quebec indexes its tax brackets using the same formula as that used federally, but uses the provincial inflation rate, excluding changes in liquor and tobacco taxes, rather than the federal rate in the calculation. The province's inflation factor is 1.26% for 2021. Residents of Quebec are required to make payments to the province's Health Services Fund (see the table "Provincial Health Premiums").
- (10) New Brunswick decreased the province's personal tax rate on the first tax bracket to 9.4% (from 9.68%), effective January 1, 2021.
- (11) Newfoundland and Labrador indexes its tax brackets using the same formula as that used federally, but uses the applicable provincial inflation rate rather than the federal rate in the calculation. Newfoundland and Labrador's inflation factor is 0.4% for 2021.

Newfoundland and Labrador increased the province's personal tax rates for individuals who earn more than \$135,973 and created three new tax brackets for those who earn more than \$250,000, effective January 1, 2022.

New Tax Rates	Current Tax Rates	Tax Brackets
17.80%	17.30%	\$135,974–\$190,363
19.80	18.30	190,364–250,000
20.80		250,001–500,000
21.30		500,001–1,000,000
21.80		1,000,001 and over

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