

TAX APPENDIX 2023

2023 INDIVIDUAL FEDERAL INCOME TAX RATES

<u>If taxable income is between</u>		<u>Tax on base amount</u>	<u>Tax on excess</u>
\$0	and \$53,359	\$0	15%
\$53,360	and \$106,717	\$8,004	20.5%
\$106,718	and \$165,430	\$18,942	26%
\$165,431	and \$235,675	\$34,207	29%
\$235,676	and any amount	\$54,578	33%

2023 SELECTED NON-REFUNDABLE TAX CREDITS INDEXED AMOUNTS PERMITTED TO INDIVIDUALS FOR PURPOSES OF COMPUTING FEDERAL INCOME TAX

The tax credits are 15% of the following amounts:

Basic personal amount (if net income (NI) \geq 33% tax bracket)	\$13,521
Basic personal amount (if net income (NI) \leq 29% tax bracket)	15,000
Spouse, common-law partner or eligible dependant amount (if NI \geq 33% tax bracket)	13,521
Spouse, common-law partner or eligible dependant amount (if NI \leq 29% tax bracket)	15,000
Net income threshold for Spouse, ... partner or eligible dependant amount	0
Age amount if 65 or over in the year	8,396
Net income threshold for Age amount	42,335
Canada Caregiver amount (CCA) (children under age 18)	2,499
Canada Caregiver amount (CCA) (infirm dependants age 18 or older)	7,999
Net income threshold for Canada caregiver amount (CCA)	18,783
Disability amount	9,428
Supplement for children with disabilities	5,500
Adoption expenses credit limit	18,210
Canada employment amount	1,368
Medical expenses	2,635
Pension	2,000

Other amounts:

CPP (Canada Pension Plan)	66,600 / 3,500 / (5.95%) / 3,754
EI (Employment Insurance)	61,500 / (1.63%) / 1,002
Annual Tax-Free Savings Account (TFSA) limit	6,500
Federal Political contribution	3/4 (400) / 1/2 (750) / 1/3 (1,275)
RRSP dollar limit	30,780
Dividends (Non-eligible / Eligible)	15% / 38% + 10.38% / 20.73%
Basic amount for GST credit	42,335
Basic amount for OAS clawback	86,912
Canada training credit (CTC) minimum working income threshold / (max NI)	10,994 (155,625)
Lifetime capital gains exemption / deduction on qualified small business corporation shares	971,190 / 485,595

CORPORATE FEDERAL INCOME TAX RATE

The tax payable by a corporation on its taxable income under Part I of the *Income Tax Act* is 38% before any additions and/or deductions.

TAX APPENDIX 2023 (continued)

MAXIMUM CAPITAL COST ALLOWANCE RATES FOR SELECTED CLASSES

Class 1.....	4%	For all buildings except those below
Class 1.....	6%	used for non-residential activities
Class 1.....	10%	used for manufacturing and processing activities
Class 3.....	5%	
Class 8.....	20%	
Class 10.....	30%	
Class 10.1.....	30%	
Class 12.....	100%	
Class 13.....		Original lease period plus one renewal period (minimum 5 years and maximum 40 years)
Class 14.....		Length of life of property
Class 14.1.....	5%	For property acquired after December 31, 2016
Class 17.....	8%	
Class 29.....	50%	Straight-line
Class 39.....	25%	
Class 43.....	30%	
Class 44.....	25%	
Class 45.....	45%	
Class 46.....	30%	
Class 50.....	55%	
Class 52.....	100%	
Class 53.....	50%	
Class 54.....	30%	
Class 55.....	40%	
Class 56.....	30%	

SELECTED PRESCRIBED AUTOMOBILE AMOUNTS

Maximum depreciable cost - Class 10.1	\$36,000 + GST + PST
Maximum depreciable cost - zero-emission passenger vehicle	\$61,000 + GST + PST
Maximum monthly deductible lease cost	\$950 + GST + PST
Maximum monthly deductible interest cost	\$300
Operating cost benefit - employee	33¢ / 30¢ per kilometre of personal use
Non-taxable car allowance benefit limits	
- first 5,000 km	68¢ per kilometre
- balance	62¢ per kilometre

PRESCRIBED INTEREST RATES (base rates)

<u>Year</u>	<u>Jan. 1 - Mar. 31</u>	<u>Apr. 1 - June 30</u>	<u>July 1 - Sept. 30</u>	<u>Oct. 1 - Dec. 31</u>
2023	4	5		
2022	1	1	2	3
2021	1	1	1	1
2020	2	2	1	1

This is the rate used for taxable benefits for employees and shareholders, low-interest loans and other related-party transactions.

The rate is 4 percentage points higher for late or deficient income tax payments and unremitted withholdings.

The rate is 2 percentage points higher for tax refunds to taxpayers with exception of corporations, for which the base rate is used.