

## Nova Scotia (NS): 2018 Combined Federal and Provincial Marginal Tax Rates

Individual Taxable Income	Basic Tax on Salary, Interest, Pensions, and Foreign Income	Rate on Excess	2018 Marginal Tax Rates			
			Capital Gains	Canadian Dividend Income <sup>1</sup>		
				Eligible Dividends	Non-Eligible Dividends	
\$0 - \$11,809	\$ -	0.00%	0.00%	0.00%	0.00%	
\$11,809 - \$11,894	\$ -	15.00%	7.50%	0.00%	5.76%	
\$11,894 - \$15,000	\$ 13	15.29%	7.65%	0.00%	5.76%	
\$15,000 - \$21,000 <sup>2</sup>	\$ 488	28.79%	14.40%	6.79%	18.09%	
\$21,000 - \$29,590	\$ 2,215	24.07%	12.04%	0.62%	12.29%	
\$29,590 - \$46,605	\$ 4,283	30.48%	15.24%	9.12%	20.05%	
\$46,605 - \$59,180	\$ 9,469	35.98%	17.99%	16.71%	26.43%	
\$59,180 - \$75,000	\$ 13,993	37.70%	18.85%	19.08%	28.43%	
\$75,000 - \$93,000	\$ 19,957	37.17%	18.59%	18.35%	27.82%	
\$93,000 - \$93,208	\$ 26,648	38.00%	19.00%	19.50%	28.78%	
\$93,208 - \$144,489	\$ 26,727	43.50%	21.75%	27.09%	35.15%	
\$144,489 - \$150,000	\$ 49,034	46.50%	23.25%	31.23%	38.64%	
\$150,000 - \$205,842	\$ 51,597	50.00%	25.00%	36.06%	42.70%	
Over \$205,842	\$ 79,518	54.00%	27.00%	41.58%	47.34%	

<sup>1</sup> Marginal tax rate for taxable dividends, grossed-up at 138% for eligible dividends and 116% for non-eligible dividends.

<sup>2</sup> Individuals resident in Nova Scotia on 31 December 2018 with taxable income up to \$11,894, pay no provincial income tax as a result of a low-income tax reduction. The low-income tax reduction is clawed back for income in excess of \$15,000 until the reduction is eliminated, resulting in an additional 5% of provincial tax on income between \$15,000 and \$21,000.

Basic Personal Amount	2018	Tax Rate
Nova Scotia	\$8,481	8.79%
Federal	\$11,809	15.00%

Corporate Taxable Income	Active Business Income	2018 Tax Rates		
		Investment Income <sup>6</sup>		
		Canadian Dividends <sup>3</sup>	Interest, Rents & Foreign Income <sup>4</sup>	Capital Gains <sup>5</sup>
Federal rate	10.00%	38.33%	38.67%	19.33%
Nova Scotia rate	3.00%	-	16.00%	8.00%
CCPC up to \$500,000	13.00%	38.33%	54.67%	27.33%
Federal rate	15.00%	38.33%	38.67%	19.33%
Nova Scotia rate	16.00%	-	16.00%	8.00%
CCPC over \$500,000	31.00%	38.33%	54.67%	27.33%
Federal rate	15.00%	38.33%	15.00%	7.50%
Nova Scotia rate	16.00%	-	16.00%	8.00%
Non-CCPC income	31.00%	38.33%	31.00%	15.50%

CCPC = Canadian Controlled Private Corporation

<sup>3</sup> All of the tax is refundable at a rate of 38.33% of taxable dividends paid by a private corporation

<sup>4</sup> A portion of the tax (30.67% of income) is refundable at a rate of 38.33% of taxable dividend paid by a CCPC

<sup>5</sup> A portion of the tax (15.33% of income) is refundable at a rate of 38.33% of taxable dividends paid by a CCPC

<sup>6</sup> Assumes tax rates apply to grandfathered investment assets and the first \$50,000 of investment income

Note: The 2018 tax figures represent known rates as of January 2018.

All rates may be subject to change pursuant to future budget announcements.

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