

Ontario (ON): 2019 Combined Federal and Provincial Marginal Tax Rates

Individual Taxable Income	Basic Tax on Salary, Interest, Pensions, and Foreign Income	Rate on Excess	2019 Marginal Tax Rates			
			Capital Gains	Canadian Dividend Income ¹		
				Eligible Dividends	Non-Eligible Dividends	
\$0 - \$12,069	\$ -	0.00%	0.00%	0.00%	0.00%	
\$12,069 - \$15,414	\$ -	15.00%	7.50%	0.00%	6.87%	
\$15,414 - \$20,245 ²	\$ 502	25.10%	12.55%	0.00%	10.92%	
\$20,245 - \$43,906	\$ 1,714	20.05%	10.03%	0.00%	8.89%	
\$43,906 - \$47,630	\$ 6,458	24.15%	12.08%	0.00%	13.61%	
\$47,630 - \$77,320	\$ 7,358	29.65%	14.83%	6.39%	19.93%	
\$77,320 - \$87,813	\$ 16,161	31.48%	15.74%	8.92%	22.04%	
\$87,813 - \$91,089	\$ 19,464	33.89%	16.95%	12.24%	24.81%	
\$91,089 - \$95,259	\$ 20,574	37.91%	18.96%	17.79%	29.43%	
\$95,259 - \$147,667	\$ 22,155	43.41%	21.71%	25.38%	35.76%	
\$147,667 - \$150,000	\$ 44,905	46.41%	23.21%	29.52%	39.21%	
\$150,000 - \$210,371	\$ 45,988	47.97%	23.99%	31.67%	41.00%	
\$210,371 - \$220,000	\$ 74,948	51.97%	25.99%	37.19%	45.60%	
Over \$220,000	\$ 79,952	53.53%	26.77%	39.34%	47.40%	

¹ Marginal tax rate for taxable dividends, grossed-up at 138% for eligible dividends and 115% for non-eligible dividends. Ontario health tax is not included in the figures above.

² Individuals resident in Ontario on December 31, 2019 with taxable income up to \$15,414 pay no provincial income tax as a result of a low-income tax reduction. The low-income tax reduction (\$244 of Ontario tax) is clawed back for income in excess of \$15,414 until the reduction is eliminated, resulting in an additional 5.05% of provincial tax on income between \$15,414 and \$20,245.

Basic Personal Amount	2019	Tax Credit Rate
Ontario	\$10,582	5.05%
Federal	\$12,069	15.00%

Corporate Taxable Income	Active Business Income	2019 Tax Rates		
		Investment Income ⁶		
		Eligible Dividends ³	Interest, Rents & Foreign Income ⁴	Capital Gains ⁵
Federal rate	9.00%	38.33%	38.67%	19.33%
Ontario rate	3.50%	-	11.50%	5.75%
CCPC up to SBD limit ⁶	12.50%	38.33%	50.17%	25.08%
Federal rate	15.00%	38.33%	38.67%	19.33%
Ontario rate	3.50%	-	11.50%	5.75%
CCPC over fed SBD limit ⁷	18.50%	38.33%	50.17%	25.08%
Federal rate	15.00%	38.33%	38.67%	19.33%
Ontario rate	11.50%	-	11.50%	5.75%
CCPC over SBD limit	26.50%	38.33%	50.17%	25.08%
Federal rate	15.00%	38.33%	15.00%	7.50%
Ontario rate	11.50%	-	11.50%	5.75%
Non-CCPC income	26.50%	38.33%	26.50%	13.25%

CCPC = Canadian Controlled Private Corporation

³ All of the tax is refundable at a rate of 38.33% of eligible dividends paid by a private corporation.

⁴ A portion of the tax (30.67% of income) is refundable at a rate of 38.33% of non-eligible dividends paid by a CCPC.

⁵ A portion of the tax (15.33% of income) is refundable at a rate of 38.33% of non-eligible dividends paid by a CCPC.

⁶ For taxation years beginning in 2019, the small business deduction limit of \$500,000 will be reduced at a rate of \$5 for every \$1 of adjusted aggregate investment income (AII) in excess of \$50,000 in the prior corporate taxation year. The \$50,000 exclusion is shared amongst associated corporations.

⁷ Ontario will not follow the federal SBD limit reduction from investment income for active business income earned in the province.

Note: The 2019 tax figures represent known rates as of January 2019.

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

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