

2018-2019 TAX FACTS FOR ALBERTA RESIDENTS

TAX RATES ON CORPORATE INCOME FOR 2018 AND 2019

	Dec 2019	Dec 2018
<i>CCPC Active Income</i>		
\$ 0—\$ 500,000	11.00%	12.00%
> \$ 500,000	27.00%	27.00%
<i>CCPC Investment Income</i>		
<i>Interest</i>	50.67%	50.67%
<i>Interest (net of refundable taxes)</i>	20.00%	20.00%
<i>Capital Gains</i>	25.33%	25.33%
<i>Capital Gains (net of refundable taxes)</i>	10.00%	10.00%

RRSP LIMITS

Year	RRSP Deduction Limit	Prior Year Earned Income Required to Maximize RRSP
2020	\$ 27,230	\$ 151,278
2019	\$ 26,500	\$ 147,222
2018	\$ 26,230	\$ 145,722

CPP & EI LIMITS

Year	CPP Limit	Maximum Pensionable Earnings	EI—Employee Limit	EI—Employer Limit	EI—Maximum Insurable Earnings
2019	\$ 2,748.90	\$ 57,400	\$ 860.22	\$ 1,204.31	\$ 53,100
2018	\$ 2,593.80	\$ 55,900	\$ 858.22	\$ 1,201.51	\$ 51,700

Note: Employer and employees pay the same CPP amount.

PRESCRIBED INTEREST RATES

(Note: These rates are for overdue balances, refunds subtract 2%, corporate refunds and shareholder loans subtract 4%)

Quarter	2019	2018	2017
1st quarter	6%	5%	5%
2nd quarter	6%	6%	5%
3rd quarter		6%	5%
4th quarter		6%	5%

AUTOMOBILE AMOUNTS

Claim Description	2019	2018
<i>Tax-exempt vehicle allowances</i>		
—first 5,000 km	58 cents/km	55 cents/km
—after 5,000 km	52 cents/km	49 cents/km
<small>(Note: the rates are 4 cents/km higher in Yukon, Nunavut, and the Northwest Territories)</small>		
CCA threshold—Class 10.1	\$30,000	\$30,000
Interest expense limit	\$300/month	\$300/month
Leasing limit per month (subject to further limitations)	\$800/mo+taxes	\$800/mo+taxes
Operating expense benefit re: standby charge—general rate	28 cents/km	26 cents/km

PERSONAL TAX BRACKETS FOR SALARY AND DIVIDENDS IN 2019

Taxable Income	Marginal Tax Rate On Salary	Marginal Tax Rate on Ineligible Dividends	Marginal Tax Rate on Eligible Dividends
\$ 0—\$ 47,630	25.00%	16.11%	0.00%
\$ 47,630 —\$ 95,259	30.50%	22.43%	7.56%
\$ 95,259—\$131,220	36.00%	28.76%	15.15%
\$131,220—\$147,667	38.00%	31.06%	17.91%
\$147,667—\$157,464	41.00%	34.51%	22.05%
\$157,464—\$209,952	42.00%	35.66%	23.43%
\$209,952—\$210,371	43.00%	36.81%	24.81%
\$210,371—\$314,928	47.00%	41.41%	30.33%
> \$314,928	48.00%	42.56%	31.71%

PENSION SPLITTING WITH SPOUSES

	65 or Older	Under 65
<i>Pension Annuity Payments</i>	Yes	Yes
<i>RRIF Payments</i>	Yes	No *
<i>RRSP Annuity Payments</i>	Yes	No *
<i>RRSP Lump-Sum Withdrawals</i>	No	No
<i>Canada Pension Plan Benefits</i>	No	No
<i>Old Age Security Benefits</i>	No	No

* Except if received due to the death of a spouse

CLAWBACK OF OLD AGE SECURITY

Year	Start of Clawback @ 15% of the amount by
2019	\$77,580
2018	\$75,910

COMMON PERSONAL TAX CREDITS

	Federal		Alberta	
	2019	2018	2019	2018
<i>Basic personal amount</i>	\$12,069	\$11,809	\$19,369	\$18,915
<i>Spousal amount or eligible dependant amount (maximum)</i>	\$12,069	\$11,809	\$19,369	\$18,915
<i>Age amount (maximum)</i>	\$ 7,494	\$ 7,333	\$ 5,397	\$ 5,271
<i>Pension income amount (maximum)</i>	\$ 2,000	\$ 2,000	\$ 1,491	\$ 1,456
<i>Disability amount</i>	\$ 8,416	\$ 8,235	\$14,940	\$14,590
<i>Canada employment amount (maximum)</i>	\$ 1,222	\$ 1,195	\$ 0	\$ 0

Note: Above federal tax credits are applied at 15% and Alberta tax credits are applied at 10%.

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