



2019-2020 TAX FACTS FOR ALBERTA RESIDENTS

TAX RATES ON CORPORATE INCOME FOR 2019 AND 2020

<i>CCPC Active Income</i>	<i>Dec 2020</i>	<i>Dec 2019</i>
\$ 0—\$ 500,000	11.00%	11.00%
> \$ 500,000	24.00%	26.50%
<i>CCPC Investment Income</i>	<i>Dec 2020</i>	<i>Dec 2019</i>
Interest	47.67%	50.17%
Interest (net of refundable taxes)	17.00%	19.50%
Capital Gains	23.83%	25.08%
Capital Gains (net of refundable taxes)	8.50%	9.75%

RRSP LIMITS

<i>Year</i>	<i>RRSP Deduction Limit</i>	<i>Prior Year Earned Income Required to Maximize RRSP</i>
2021	\$ 27,830	\$ 154,611
2020	\$ 27,230	\$ 151,278
2019	\$ 26,500	\$ 147,222

CPP & EI LIMITS

<i>Year</i>	<i>CPP Limit</i>	<i>Maximum Pensionable Earnings</i>	<i>EI—Employee Limit</i>	<i>EI—Employer Limit</i>	<i>EI—Maximum Insurable Earnings</i>
2020	\$ 2,898.00	\$ 58,700	\$ 856.36	\$ 1,198.90	\$ 54,200
2019	\$ 2,748.90	\$ 57,400	\$ 860.22	\$ 1,204.31	\$ 53,100

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%)

<i>Quarter</i>	<i>2020</i>	<i>2019</i>	<i>2018</i>
1st quarter	6%	6%	5%
2nd quarter	6%	6%	6%
3rd quarter	5%	6%	6%
4th quarter	5%	6%	6%

AUTOMOBILE AMOUNTS

<i>Claim Description</i>	<i>2020</i>	<i>2019</i>
<i>Tax-exempt vehicle allowances</i>		
—first 5,000 km	59 cents/km	58 cents/km
—after 5,000 km	53 cents/km	52 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	28 cents/km

PERSONAL TAX BRACKETS FOR SALARY AND DIVIDENDS IN 2020

<i>Taxable Income</i>	<i>Marginal Tax Rate On Salary</i>	<i>Marginal Tax Rate on Ineligible Dividends</i>	<i>Marginal Tax Rate on Eligible Dividends</i>
\$ 0—\$ 48,535	25.00%	15.86%	0.00%
\$ 48,535 —\$ 97,069	30.50%	22.17%	7.56%
\$ 97,069—\$131,220	36.00%	28.50%	15.15%
\$131,220—\$150,473	38.00%	30.80%	17.91%
\$150,473—\$157,464	41.00%	34.25%	22.05%
\$157,464—\$209,952	42.00%	35.40%	23.43%
\$209,952—\$214,368	43.00%	36.55%	24.81%
\$214,368—\$314,928	47.00%	41.15%	30.33%
> \$314,928	48.00%	42.30%	31.71%

PENSION SPLITTING WITH SPOUSES

	<i>65 or Older</i>	<i>Under 65</i>
<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

<i>Year</i>	<i>Start of Clawback @ 15% of the amount by</i>
2020	\$79,054
2019	\$77,580

COMMON PERSONAL TAX CREDITS

	<i>Federal</i>		<i>Alberta</i>	
	<i>2020</i>	<i>2019</i>	<i>2020</i>	<i>2019</i>
<i>Basic personal amount</i>	\$13,229*	\$12,069	\$19,369	\$19,369
<i>Spousal amount or eligible dependant amount (maximum)</i>	\$13,229*	\$12,069	\$19,369	\$19,369
<i>Age amount (maximum)</i>	\$ 7,637	\$ 7,494	\$ 5,397	\$ 5,397
<i>Pension income amount (maximum)</i>	\$ 2,000	\$ 2,000	\$ 1,491	\$ 1,491
<i>Disability amount</i>	\$ 8,576	\$ 8,416	\$14,940	\$14,940
<i>Canada employment amount (maximum)</i>	\$ 1,245	\$ 1,222	\$ 0	\$ 0

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

*\$13,229 is the increased amount, it is reduced to \$12,298 for individuals with net income above \$214,368, with gradual reduction beginning at net income above \$150,473.

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