

Chart 3: Income Tax Rates by Province

2008 Tax Year ⁱ

Personal Income Tax ⁱⁱ									
	First Rate (%)	Second Rate (%)	Third Rate (%)	Fourth Rate (%)	Fifth Rate (%)	Basic Personal Exemption ⁱⁱⁱ	Spousal Exemption ⁱⁱⁱ	Surtax (%)	Health Tax
B.C.	5.35	8.15	10.50	12.29	14.70	\$9,199	\$7,868	n.a.	\$54 /month
Alberta	10.00	10.00	10.00	10.00	10.00	\$16,130	\$16,130	n.a.	\$44 /month
Sask.	11.00	13.00	15.00	n.a.	n.a.	\$8,971	\$8,971	n.a.	n.a.
Man.	10.90	12.75	17.40	n.a.	n.a.	\$8,034	\$6,482	n.a.	n.a.
Ontario	6.05	9.15	11.16	n.a.	n.a.	\$8,741	\$7,420	20.0/36.0	\$25 to \$75/ month
Quebec	16.00	20.00	24.00	n.a.	n.a.	\$10,215	\$10,215	n.a.	n.a.
N.B.	10.12	15.48	16.80	17.95	n.a.	\$8,420	\$7,150	n.a.	n.a.
N.S.	8.79	14.95	16.67	17.50	n.a.	\$7,481	\$6,352	n.a.	n.a.
P.E.I.	9.80	13.80	16.70	n.a.	n.a.	\$7,560	\$6,420	10.0	n.a.
Nfld.	8.70	13.80	16.50	n.a.	n.a.	\$7,484	\$6,116	n.a.	n.a.

Notes:

i – Tax rates for 2008 are based on known tax changes announced in previous budgets.

ii – The federal 2008 Basic Personal Exemption is \$9,811 and Spousal Exemption is \$9,811; federal tax rates are 15% on taxable income of \$37,996 or less; 22% on taxable income between \$37,996 and \$75,993; 26% on taxable income between \$75,993 and \$123,547; and 29% on taxable income of \$123,547 or greater.

iii – Basic personal and spousal exemptions are estimates based on projected indexation values.

2007 Tax Year

Personal Income Tax ^{iv}									
	First Rate (%)	Second Rate (%)	Third Rate (%)	Fourth Rate (%)	Fifth Rate (%)	Basic Personal Exemption	Spousal Exemption	Surtax (%)	Health Tax
B.C.	5.70	8.65	11.10	13.00	14.70	\$9,027	\$7,729	n.a.	\$54 /month
Alberta	10.00	10.00	10.00	10.00	10.00	\$15,435	\$15,435	n.a.	\$44 /month
Sask.	11.00	13.00	15.00	n.a.	n.a.	\$8,778	\$8,778	n.a.	n.a.
Man.	10.90	13.00	17.40	n.a.	n.a.	\$7,834	\$6,482	n.a.	n.a.
Ontario	6.05	9.15	11.16	n.a.	n.a.	\$8,553	\$7,262	20.0/36.0	\$25 to \$75/ month
Quebec	16.00	20.00	24.00	n.a.	n.a.	\$9,750	\$9,750	n.a.	n.a.
N.B.	10.12	15.48	16.80	17.95	n.a.	\$8,239	\$6,996	n.a.	n.a.
N.S.	8.79	14.95	16.67	17.50	n.a.	\$7,481	\$6,352	n.a.	n.a.
P.E.I.	9.80	13.80	16.70	n.a.	n.a.	\$7,560	\$6,420	10.0	n.a.
Nfld.	9.64	14.98	17.26	n.a.	n.a.	\$7,484	\$6,116	4.5	n.a.

Notes:

iv – The federal 2007 Basic Personal Exemption is \$9,600 and Spousal Exemption is \$9,600; federal tax rates are 15.25% on taxable income if \$37,178 or less; 22% on taxable income between \$37,178 and \$74,357; 26% on taxable income between \$74,357 and \$120,887; and 29% on taxable income of \$120,887 or greater.