

Personal Income Taxⁱ

	First Rate (%)	Second Rate (%)	Third Rate (%)	Fourth Rate (%)	Fifth Rate (%)	Basic Personal Exemption	Spousal Exemption	Surtax ⁱⁱ (%)
B.C.	7.30	10.50	13.70	15.70	16.70	\$8,000	\$6,850	--
Alberta	10.00	n.a	n.a.	n.a	n.a	\$12,900	\$12,900	--
Sask.	11.50	13.50	16.00	n.a.	n.a.	\$8,000	\$8,000	--
Man.	10.90	16.20	17.50	n.a.	n.a.	\$7,412	\$6,293	--
Ontario	6.20	9.24	11.16	n.a.	n.a.	\$7,412	\$6,293	20.0/36.0
Quebec	17.00	21.25	24.50	n.a.	n.a.	\$6,050	\$6,050	n.a.
N.B.	9.68	14.82	16.52	17.84	n.a.	\$7,412	\$6,294	--
N.S.	9.77	14.95	16.67	n.a.	n.a.	\$7,231	\$6,140	10.0
P.E.I.	9.80	13.80	16.70	n.a.	n.a.	\$7,412	\$6,294	10.0
Nfld.	10.57	16.16	18.02	n.a.	n.a.	\$7,410	\$6,055	9.0

Notes Tax on Income System:

Accurate as of June 6, 2001

British Columbia: Tax Threshold – First \$30,484 or less, Second \$30,484 to \$60,969, Third \$60,969 to 70,000, Fourth 70,000 to 85,000, and Fifth 85,000 or higher. Tax credits, all calculated at a rate of 8.4%. Indexed for inflation.

Alberta: Tax thresholds – Alberta will use a single tax rate. Tax credits, all calculated at the rate of 10%. Indexed for inflation.

Saskatchewan: Tax thresholds -- First \$30,754 or less, Second \$30,754 to \$61,508 and Third \$61,508 to \$100,000 and Fourth \$100,000 and up. Tax credits, all calculated at a rate of 11.5% -- Child \$1,500 and Seniors \$500. Indexed for inflation by 2003.

Manitoba: Tax Thresholds – First \$30,544 or less, Second \$30,544 to \$61,089 and Third \$61,089 and up. Tax credits, all calculated at a rate of 10.90%.

Ontario: Tax thresholds -- First \$30,754 or less, Second \$30,754 to \$61,089, Third \$61,089 and up. Tax credits, all calculated at a rate of 6.20%, -- Basic Personal \$7,412, Spousal (equivalent) \$6,293. Indexed for inflation

Quebec: Tax thresholds -- First \$26,000 or less, Second \$26,000 to \$52,000 and Third \$52,000 and up. There is a 15.5% reduction for federal tax paid. Tax credits, all calculated at a rate of 16.0%. Indexed for inflation.

New Brunswick: Tax thresholds -- First \$30,754 or less, Second \$30,754 to \$60,508, Third \$60,508 up to \$100,000, and Fourth \$100,000 and up. Tax credits, all calculated at a rate of 9.68%. Individual income up to \$10,000 will receive a \$260 rebate, phased out at 5% of income over \$10,000 (no net provincial income tax). Families can claim up to \$520, phased out at 5% of income over \$10,000 (no net provincial income tax). Indexed for inflation.

Nova Scotia: Tax thresholds -- First \$29,590 or less, Second \$29,590 to \$59,180 and Third \$59,180 and up. Tax credits, all calculated at a rate of 9.77%.

Prince Edward Island: Tax thresholds -- First \$30,754 or less, Second \$30,754 to \$61,509 and Third \$61,509 and up. Tax credits, all calculated at a rate of 9.80%

Newfoundland: Tax thresholds -- First \$29,590 or less, Second \$29,591 to \$59,180 and Third \$59,180 and up. Tax credits, all calculated at a rate of 10.57%.

ⁱ The federal Basic Personal Exemption is \$7,412 and Spousal Exemption is \$6,293; federal tax rates are 16% on taxable income of \$30,754 or less; 22% on taxable income between \$30,754 and \$61,508; 26% on taxable income between \$61,508 and \$100,000 and 29% on taxable income of \$100,000 or greater.

ⁱⁱ The high-income surtax is applied above certain thresholds that vary among provinces. In Prince Edward Island it is \$5,200 of provincial tax payable, and in Nova Scotia it is \$10,000 of provincial tax payable. Ontario has two high-income surtax rates called the "fair share health levies": 20% on provincial income tax paid above \$3,560 and 56% on provincial income tax paid above \$4,468. B.C. has incorporated surtaxes in to a fourth and fifth income tax bracket. Newfoundland has a rate of 9% on taxable income over \$60,000.