

2022 Income Tax Rates

Corporate Rates			
Type of income	Federal	Ontario	Total
CCPC to \$500,000	9.00%	3.20%	12.20%
CCPC excess of \$500,000 (active)	15.00%	11.50%	26.50%
CCPC (Investment) * net to 19.5% when dividend out *	38.67%	11.50%	50.17%
Personal Service Business income	33.00%	11.50%	44.50%
Basic (other than CCPC)	15.00%	11.50%	26.50%
M & P (other than CCPC)	15.00%	10.00%	25.00%
Investments (other than CCPC)	15.00%	11.50%	26.50%

CCPC = Canadian Controlled Private Corporation

M & P = Manufacturing and Processing

Part VI tax of 38 1/3% applies to certain dividends received. Fully refunded when dividend out to individuals.

Personal Rates						
Taxable income	Federal	Ontario	Ontario Surtax	Total (Ordinary)	Eligible Dividend	Other Dividend
\$1 – \$46,226	15.00%	5.05%	0.00%	20.05%	0.00%	9.24%
46,226 – 50,197	15.00%	9.15%	0.00%	24.15%	0.00%	13.95%
50,197 – 81,411	20.50%	9.15%	0.00%	29.65%	6.39%	20.28%
81,411 – 92,454	20.50%	9.15%	1.83%	31.48%	8.92%	22.38%
92,454 – 95,906	20.50%	11.16%	2.23%	33.89%	12.24%	25.16%
95,906 – 100,392	20.50%	11.16%	6.25%	37.91%	17.79%	29.78%
100,392 – 150,000	26.00%	11.16%	6.25%	43.41%	25.38%	36.10%
150,000 – 155,625	26.00%	12.16%	6.81%	44.97%	27.53%	37.90%
155,625 – 220,000	29.38%	12.16%	6.81%	48.35%	32.19%	41.79%
220,000 – 221,708	29.38%	13.16%	6.81%	49.91%	34.34%	43.58%
221,708 +	33.00%	13.16%	7.37%	53.53%	39.34%	47.74%

Only one half of a capital gain is included in taxable income and taxed at the regular rates. The other half is tax free.

Personal Amount	Federal	Ontario
Basic personal amount (BPA)	\$ 14,398*	\$11,141
Spouse or common-law partner amount	14,398*	10,406
Amount for an eligible dependent	14,398*	10,406
Age Amount	7,898	5,440
Caregiver amount – (maximum)	7,525	5,252
Disability amount – (maximum)	8,870	9,001
Pension income amount	2,000	1,541
Canada employment credit (max)	1,287	N/A

Canada Pension Plan Contributions

Contribution rate	5.70 %
Maximum pensionable earnings	\$ 64,900
Annual basic exemption	3,500
Maximum contributory earnings	61,400
Maximum employee/employer contribution	3,499.80
Maximum Self-employed contribution	6,999.60

*Amount would be reduced up to \$1,679 for NI from \$155,625 to \$221,708

Employment Insurance Premiums

RRSP Contribution Limit (Dollar Limit)

2021	27,830
2022	29,210

(If you have an employer pension plan, the limit is reduced by the pension adjustment)

Premium rate	1.58%
Maximum annual insurable earnings	\$ 60,300
Maximum employee premium	952.74
Maximum employer premium	1,333.84

Tax rates are approximate and are not meant for exact tax determination. Does not include the effects of any applicable tax credits, deductions or the Ontario Health Premium.

The content of this pamphlet is prepared by **IMPACT CPA** for information only and are not intended to provide professional advice as individual situations will differ. We would be please to discuss your specific situation and tailor a tax plan to meet your requirements.

2022 Tax Rates