

2025 Ontario Combined Federal and Provincial Marginal Tax Rates

Individual Taxable Income	Basic Tax on Salary, Interest, Pensions, and Foreign Income	Rate on Excess	2025 Marginal Tax Rates			
			Capital Gains	Canadian Dividend Income ¹		
				Eligible Dividends	Non-Eligible Dividends	
\$0 - \$16,129	\$ -	0.00%	0.00%	0.00%	0.00%	
\$16,129 - \$18,575	\$ -	15.00%	7.50%	-0.03%	6.87%	
\$18,575 - \$24,390 ²	\$ 367	25.10%	12.55%	-13.69%	11.61%	
\$24,390 - \$52,886	\$ 1,826	20.05%	10.03%	-6.86%	9.24%	
\$52,886 - \$57,375	\$ 7,540	24.15%	12.08%	-1.20%	13.95%	
\$57,375 - \$93,130	\$ 8,624	29.65%	14.83%	6.39%	20.28%	
\$93,130 - \$105,775	\$ 19,225	31.48%	15.74%	8.92%	22.38%	
\$105,775 - \$109,725	\$ 23,206	33.89%	16.95%	12.24%	25.16%	
\$109,725 - \$114,750	\$ 24,545	37.91%	18.96%	17.79%	29.78%	
\$114,750 - \$150,000	\$ 26,450	43.41%	21.71%	25.38%	36.10%	
\$150,000 - \$177,882	\$ 41,752	44.97%	22.49%	27.53%	37.90%	
\$177,882 - \$220,000	\$ 54,290	48.29%	24.15%	32.11%	41.71%	
\$220,000 - \$253,414	\$ 74,629	49.85%	24.93%	34.26%	43.50%	
Over \$253,414	\$ 91,286	53.53%	26.77%	39.34%	47.74%	

¹ Marginal tax rate for taxable dividends, grossed-up at 138% for eligible dividends and 115% for non-eligible dividends. Ontario health tax is not included in the figures above.

² Individuals resident in Ontario on December 31, 2025 with taxable income up to \$18,575 pay no provincial income tax as a result of a low-income tax reduction. The low-income tax reduction (\$294 of Ontario tax) is clawed back for income in excess of \$18,575 until the reduction is eliminated, resulting in an additional 5.05% of provincial tax on income between \$18,575 and \$24,390.

Basic Personal Amount	2025	Tax Credit Rate
Ontario	\$12,747	5.05%
Federal maximum, income < \$177,882	\$16,129	15.00%
Federal minimum, income > \$253,414	\$14,538	15.00%

Corporate Taxable Income	2025 Calendar Year Tax Rates			
	Active Business Income	Investment Income ⁶		
		Eligible Dividends ³	Interest, Rents & Foreign Income ⁴	Capital Gains ⁵
Federal rate	9.00%	38.33%	38.67%	19.33%
Ontario rate	3.20%	-	11.50%	5.75%
CCPC up to SBD limit ⁶	12.20%	38.33%	50.17%	25.08%
Federal rate	15.00%	38.33%	38.67%	19.33%
Ontario rate	3.20%	-	11.50%	5.75%
CCPC over fed SBD limit ⁷	18.20%	38.33%	50.17%	25.08%
Federal rate	15.00%	38.33%	38.67%	19.33%
Ontario rate	11.50%	-	11.50%	5.75%
CCPC over SBD limit	26.50%	38.33%	50.17%	25.08%
Federal rate	15.00%	38.33%	15.00%	7.50%
Ontario rate	11.50%	-	11.50%	5.75%
Non-CCPC income	26.50%	38.33%	26.50%	13.25%

CCPC = Canadian Controlled Private Corporation

³ All of the tax is refundable at a rate of 38.33% of eligible dividends paid by a private corporation.

⁴ A portion of the tax (30.67% of income) is refundable at a rate of 38.33% of non-eligible dividends paid by a CCPC.

⁵ A portion of the tax (15.33% of income) is refundable at a rate of 38.33% of non-eligible dividends paid by a CCPC.

⁶ The federal small business deduction limit of \$500,000 will be reduced at a rate of \$5 for every \$1 of adjusted aggregate investment income (AII) in excess of \$50,000 in the prior corporate taxation year. The \$50,000 exclusion is shared amongst associated corporations.

⁷ Ontario does not follow the federal SBD limit reduction from investment income for active business income earned in the province. The Ontario SBD limit remains at \$500,000.

Note: The 2025 tax figures represent rates as of February 2025.

All rates are subject to change pursuant to future legislative announcements.

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