

2023 British Columbia Combined Federal and Provincial Marginal Tax Rates

Individual Taxable Income	Basic Tax on Salary, Interest, Pensions, and Foreign Income	Rate on Excess	2023 Marginal Tax Rates		
			Capital Gains	Canadian Dividend Income ¹	
				Eligible Dividends	Non-Eligible Dividends
\$ - - \$ 15,000	\$ -	0.00%	0.00%	0.00%	0.00%
\$ 15,000 - \$ 22,266	\$ -	15.00%	7.50%	-0.03%	6.87%
\$ 22,266 - \$ 23,179	\$ 1,090	20.06%	10.03%	-9.60%	10.43%
\$ 23,179 - \$ 37,799 ²	\$ 1,273	23.62%	11.81%	-4.69%	14.52%
\$ 37,799 - \$ 45,654	\$ 4,726	20.06%	10.03%	-9.60%	10.43%
\$ 45,654 - \$ 53,359	\$ 6,302	22.70%	11.35%	-5.96%	13.47%
\$ 53,359 - \$ 91,310	\$ 8,051	28.20%	14.10%	1.63%	19.79%
\$ 91,310 - \$104,835	\$ 18,753	31.00%	15.50%	5.49%	23.01%
\$104,835 - \$106,717	\$ 22,946	32.79%	16.40%	7.96%	25.07%
\$106,717 - \$127,299	\$ 23,563	38.29%	19.15%	15.55%	31.39%
\$127,299 - \$165,430	\$ 31,444	40.70%	20.35%	18.88%	34.17%
\$165,430 - \$172,602	\$ 46,963	44.02%	22.01%	23.45%	37.98%
\$172,602 - \$235,675	\$ 50,120	46.12%	23.06%	26.35%	40.39%
\$235,675 - \$240,716	\$ 79,210	49.80%	24.90%	31.44%	44.63%
Over \$240,716	\$ 81,720	53.50%	26.75%	36.54%	48.89%

¹ Marginal tax rate for taxable dividends, grossed-up at 138% for eligible dividends and 115% for non-eligible dividends.

² Individuals resident in British Columbia on December 31, 2023 with taxable income up to \$22,266 generally pay no BC income tax as a result of a low-income tax reduction. The low-income tax reduction is clawed back on income in excess of \$23,179 until the reduction is eliminated, resulting in an additional 3.56% of provincial tax on income between \$23,179 and \$37,799.

Basic Personal Amount	2023	Tax Credit Rate
British Columbia	\$11,981	5.06%
Federal maximum, income < \$165,430	\$15,000	15.00%
Federal minimum, income > \$235,675	\$13,521	15.00%

Corporate Taxable Income	2023 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%
British Columbia rate	2.00%	-	12.00%	6.00%
CCPC up to SBD limit ⁶	11.00%	38.33%	50.67%	25.33%
Federal rate	15.00%	38.33%	38.67%	19.33%
British Columbia rate	12.00%	-	12.00%	6.00%
CCPC over SBD limit	27.00%	38.33%	50.67%	25.33%
Federal rate	15.00%	38.33%	15.00%	7.50%
British Columbia rate	12.00%	-	12.00%	6.00%
Non-CCPC income	27.00%	38.33%	27.00%	13.50%

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 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.

Note: The 2023 tax figures represent known rates as of January 2023.

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

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