



CHARTERED ACCOUNTANTS

Personal Income Tax Rates for Canada for 2008 and 2007

Ontario combined federal & provincial tax rates including surtaxes									
2008 Taxable Income	2008 Marginal Tax Rates				2007 Taxable Income	2007 Marginal Tax Rates			
	Other Income	Capital Gains	Canadian Dividends			Other Income	Capital Gains	Canadian Dividends	
			Eligible Dividends	Small Business Dividends				Eligible Dividends	Small Business Dividends
first \$36,020	21.05%	10.53%	-7.13%	3.23%	first \$35,488	21.05%	10.53%	-6.69%	3.23%
over \$36,020 up to \$37,885	24.15%	12.08%	-2.63%	7.11%	over \$35,488 up to \$37,178	24.15%	12.08%	-2.20%	7.11%
over \$37,885 up to \$63,428	31.15%	15.58%	7.52%	15.86%	over \$37,178 up to \$62,485	31.15%	15.58%	7.95%	15.86%
over \$63,428 up to \$72,041	32.98%	16.49%	8.14%	16.86%	over \$62,485 up to \$70,976	32.98%	16.49%	8.66%	16.86%
over \$72,041 up to \$74,720	35.39%	17.70%	11.64%	19.88%	over \$70,976 up to \$73,625	35.39%	17.70%	12.16%	19.88%
over \$74,720 up to \$75,769	39.41%	19.70%	13.81%	22.59%	over \$73,625 up to \$74,357	39.41%	19.70%	14.49%	22.59%
over \$75,769 up to \$123,184	43.41%	21.70%	19.61%	27.59%	over \$74,357 up to \$120,887	43.41%	21.70%	20.29%	27.59%
over \$123,184	46.41%	23.20%	23.96%	31.34%	over \$120,887	46.41%	23.20%	24.64%	31.34%

Marginal tax rate for dividends is a % of actual dividends received (not grossed-up amount).

Ontario Surtaxes

2008				2007			
ON surtax rate (included in above rates)		20%	36%	ON surtax rate (included in above rates)		20%	36%
Surtax is on ON tax greater than		\$ 4,162	\$ 5,249	Surtax is on ON tax greater than		\$ 4,100	\$ 5,172
Person with only basic personal amount - surtax starts at taxable income of		\$ 63,428	\$ 74,720	Person with only basic personal amount - surtax starts at taxable income of		\$ 62,485	\$ 73,625

Note that the 36% surtax is in addition to the 20% surtax, for a total surtax of 56%.

Federal and Ontario Basic Personal Amounts

2008	Tax Rate	2007	Tax Rate
\$9,600 / \$8,681	15.00% / 6.05%	\$9,600 / \$8,553	15.00% / 6.05%