



CHARTERED ACCOUNTANTS

2007 Personal Income Tax Rates - Ontario

Taxable income (\$)	Federal tax (\$)	Ontario tax (\$)	Total (%)	Rate (%)	Marginal rate (%)					
					Federal	Ontario	Total*	Non-eligible dividends**	Eligible dividends**	Capital gains
5,000	0	0	0	0.0	0.00	0.00	0.00	0.00	0.00	0.00
8,553	0	0	0	0.0	0.00	0.00	0.00	0.00	0.00	0.00
8,929	0	0	0	0.0	15.50	6.05	21.55	3.86	0.00	10.78
15,000	941	390	1,331	8.9	15.50	6.05	21.55	3.86	0.00	10.78
20,000	1,716	693	2,409	12.0	15.50	6.05	21.55	3.86	0.00	10.78
25,000	2,491	995	3,486	13.9	15.50	6.05	21.55	3.86	0.00	10.78
30,000	3,266	1,298	4,564	15.2	15.50	6.05	21.55	3.86	0.00	10.78
35,488	4,117	1,630	5,746	16.2	15.50	9.15	24.65	7.74	3.55	12.33
37,178	4,379	1,784	6,163	16.6	22.00	9.15	31.15	15.86	7.95	15.58
40,000	5,000	2,042	7,042	17.6	22.00	9.15	31.15	15.86	7.95	15.58
50,000	7,200	2,957	10,157	20.3	22.00	9.15	31.15	15.86	7.95	15.58
60,000	9,400	3,872	13,272	22.1	22.00	9.15	31.15	15.86	7.95	15.58
62,488	9,947	4,100	14,047	22.5	22.00	10.98	32.98	16.87	8.66	16.49
70,976	11,815	5,032	16,847	23.7	22.00	13.37	35.37	19.86	12.14	17.69
73,624	12,397	5,386	17,783	24.2	22.00	17.41	39.41	22.60	14.48	19.70
74,357	12,558	5,514	18,072	24.3	25.99	17.41	43.40	27.60	20.28	21.70
80,000	14,025	6,496	20,521	25.7	26.00	17.41	43.41	27.60	20.28	21.70
100,000	19,225	9,978	29,203	29.2	26.00	17.41	43.41	27.60	20.28	21.70
120,887	24,656	13,614	38,270	31.7	29.00	17.41	46.41	31.35	24.64	23.21
125,000	25,849	14,330	40,179	32.1	29.00	17.41	46.41	31.35	24.64	23.21

Notes: Table takes into account federal basic personal amount of \$8,929 and Ontario basic personal amount of \$8,553.  
Table does not take into account health tax deductions.

\*: Numbers may not add up due to rounding.

\*\* In summary, non-eligible dividends arise from business income taxed at the preferential rate, while eligible dividends come from business income taxed at the basic corporate tax rate.  
For non-eligible dividends, table takes into account gross-up of 25%, federal credit of 13.33% and provincial credit of 5.13%.  
For eligible dividends, table takes into account gross-up of 45%, federal credit of 19% and provincial credit of 6.7%.  
Marginal rate applies to dividends added to regular income.

Dividends up to \$35,065 are not subject to federal taxation and up to \$32,191 are not subject to provincial taxation.