

The following summarizes the personal income tax rates and other items for 2020. Please feel free to share this to any of your colleagues who may find it of interest.

Should you have any questions relating to how the following will affect you and your family or any other aspect of personal or corporate income taxation, please contact one of the members of our tax group at admin@dusanjwirk.com or call **(250) 220-7311**.

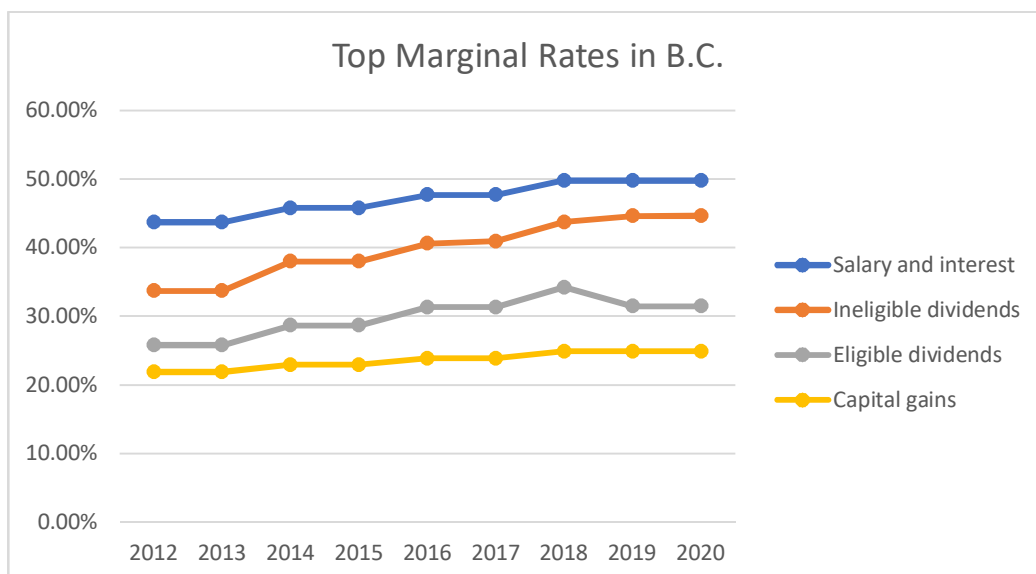
Personal Income Tax Rates

The following tables summarize the 2020 personal income tax rates.

Taxable Income (\$)			Salary & Interest	Ineligible Dividends	Eligible Dividends	Capital Gains
0	to	41,725	20.06%	10.43%	-9.60%	10.03%
41,725	to	48,535	22.70%	13.47%	-5.96%	11.35%
48,535	to	83,451	28.20%	19.80%	1.63%	14.10%
83,451	to	95,812	31.00%	23.02%	5.49%	15.50%
95,812	to	97,069	32.79%	25.07%	7.96%	16.40%
97,069	to	116,344	38.29%	31.40%	15.55%	19.15%
116,345	to	150,473	40.70%	34.17%	18.88%	20.35%
150,474	to	157,748	43.70%	37.62%	23.02%	21.85%
157,749	to	214,368	45.80%	40.04%	25.92%	22.90%
over	to	214,369	49.80%	44.64%	31.44%	24.90%

History of Top Marginal Tax Rate in British Columbia

The following table summarizes the top marginal tax rates in BC.



Personal Income Taxes

The following table outlines taxes payable at incremental income levels assuming B.C. residency. The income type is for taxpayers earning employment, business or interest income. The average rate is based on the cumulative marginal rates at a given income threshold less the basic personal amount tax credit.

Income	Average rate	Income taxes
\$10,000	0.00%	\$0
\$20,000	7.73%	\$1,545
\$30,000	11.84%	\$3,551
\$40,000	13.89%	\$5,557
\$50,000	15.56%	\$7,781
\$60,000	17.80%	\$10,682
\$70,000	19.29%	\$13,502
\$80,000	20.40%	\$16,322
\$90,000	21.47%	\$19,325
\$100,000	22.66%	\$22,662
\$125,000	25.95%	\$32,443
\$150,000	28.41%	\$42,618
\$175,000	30.79%	\$53,891
\$200,000	32.67%	\$65,341
\$225,000	34.32%	\$77,216
\$250,000	35.87%	\$89,666
\$275,000	37.13%	\$102,116
\$300,000	38.19%	\$114,566
\$400,000	41.09%	\$164,366
\$500,000	42.83%	\$214,166

Savings Accounts and Retirement Plans

Tax Free Savings Account (TSFA)

The following table shows the annual contribution limits to TSFA. The contribution limits are indexed for inflation and rounded to the nearest \$500.

	2020	2019
Annual Contribution Limit	\$6,000	\$6,000

Canadian Pension Plan (CPP)

As of 2019, the Canadian Pension Plan (CPP) is being gradually enhanced. This means that you will receive higher benefits in exchange for making higher contributions. From 2019 to 2023, the contribution rate for employees will gradually increase by one percent point (from 4.95% to 5.95%) on earnings between \$3,500 and the original earnings limit.

	2020	2019
Max. Contributory Earnings	\$58,700	\$57,400
Employees (2019: 5.10%; 2020: 5.25%)	\$2,898	\$2,749
Self-Employed (2019: 10.2%; 2020: 10.50%)	\$5,796	\$5,498

Registered Retirement Savings Plan (RRSP)

The maximum RRSP contribution is 18% of the prior year's earned income for RRSP purposes to a maximum annual contribution limit shown in the following table. If you do not contribute your maximum in a year, any unused RRSP contribution room can be carried forward.

	2020	2019
Earned Income for Maximum Contribution Limit	\$151,278	\$147,222
Annual Contribution Limit	\$27,230	\$26,500