

The following summarizes the personal income tax rates and other items for 2021. 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**.

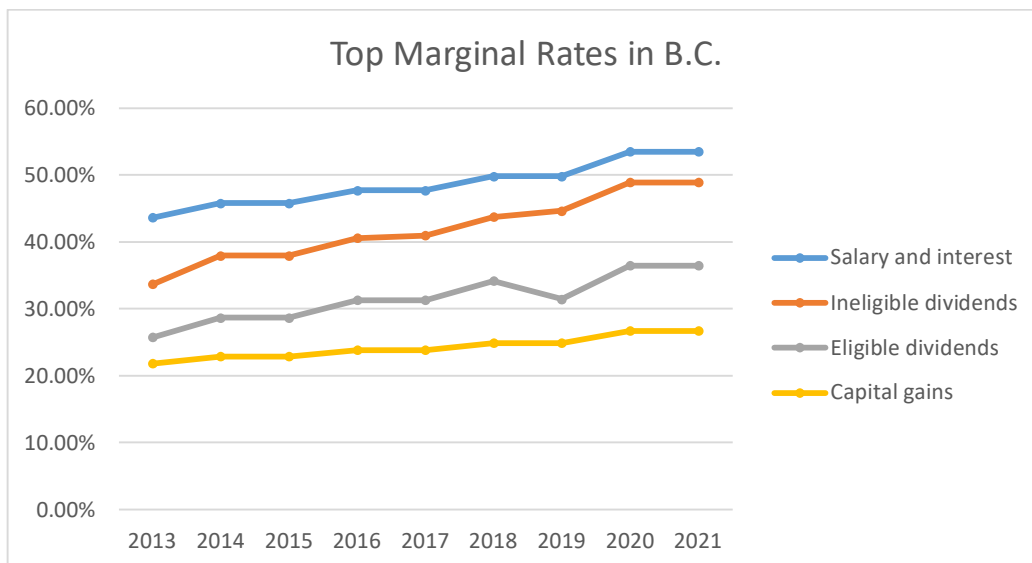
Personal Income Tax Rates

The following tables summarize the 2021 personal income tax rates.

Taxable Income (\$)			Salary & Interest	Ineligible Dividends	Eligible Dividends	Capital Gains
0	to	42,184	20.06%	10.43%	-9.60%	10.03%
42,184	to	49,020	22.70%	13.47%	-5.96%	11.35%
49,020	to	84,369	28.20%	19.80%	1.63%	14.10%
84,369	to	96,866	31.00%	23.02%	5.49%	15.50%
96,866	to	98,040	32.79%	25.07%	7.96%	16.40%
98,040	to	117,623	38.29%	31.40%	15.55%	19.15%
117,623	to	151,978	40.70%	34.17%	18.88%	20.35%
151,978	to	159,483	44.02%	37.99%	23.46%	22.01%
159,483	to	216,511	46.12%	40.41%	26.36%	23.06%
216,511	to	224,420	49.80%	44.64%	31.44%	24.90%
224,420	+		53.50%	48.89%	36.54%	26.75%

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	6.21%	\$1,242
\$30,000	10.83%	\$3,248
\$40,000	13.14%	\$5,254
\$50,000	15.04%	\$7,520
\$60,000	17.23%	\$10,340
\$70,000	18.80%	\$13,160
\$80,000	19.98%	\$15,980
\$90,000	21.06%	\$18,958
\$100,000	22.22%	\$22,222
\$125,000	25.58%	\$31,972
\$150,000	28.10%	\$42,147
\$175,000	30.52%	\$53,412
\$200,000	32.47%	\$64,942
\$225,000	34.13%	\$76,785
\$250,000	36.10%	\$90,255
\$275,000	37.68%	\$103,630
\$300,000	39.00%	\$117,005
\$400,000	42.63%	\$170,505
\$500,000	44.80%	\$224,005

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.

	2021	2020
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.

	2021	2020
Max. Contributory Earnings	\$61,600	\$58,700
Employees (2020: 5.25%; 2021: 5.45%)	\$3,166	\$2,898
Self-Employed (2020: 10.5%; 2021: 10.9%)	\$6,333	\$5,796

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.

	2021	2020
Earned Income for Maximum Contribution Limit	\$154,611	\$151,278
Annual Contribution Limit	\$27,830	\$27,230