

Tax brackets and tax rates

To calculate the amount of income tax you owe you need to multiply your taxable income (after you've subtracted your tax credits and deductions) by the applicable percentage tax rate.

There are 5 tax brackets in Canada (for both federal and provincial income taxes). The rates and levels may change from year to year.

Here are the federal tax brackets and rates for 2018:

- 15% on your first \$46,605 of income
- 20.5% on the next \$46,605 (up to \$93,208)
- 26% on the next \$51,281 (up to \$144,489)
- 29% on the next \$61,353 (up to \$200,000)
- 33% on amounts over \$200,000

Provincial tax rates are an additional 5-20%, depending on the province / territory and your tax bracket.

Current federal and provincial tax rates are on this CRA page:

<https://www.canada.ca/en/revenue-agency/services/tax/individuals/frequently-asked-questions-individuals/canadian-income-tax-rates-individuals-current-previous-years.html>