

# 2019 TAX FACTS FOR NEW BRUNSWICK RESIDENTS

## TAX RATES ON CORPORATE INCOME

CCPC Active Income	2019	2018
\$0 - \$500,000 (Jan - Mar)	11.5%	13.0%
\$0 - \$500,000 (Apr - Dec)	11.5%	12.5%
> \$500,001	29.0%	29.0%
CCPC Investment Income	2019	2018
Interest	52.7%	52.7%
Capital Gains	26.4%	26.4%

(Note: CCPC = Canadian Controlled Private Corporation)

## RRSP LIMITS

Year	RRSP Deduction Limit	Prior Year Earned Income Required to Maximize RRSP
2019	\$26,500	\$147,222
2018	\$26,230	\$145,722
2017	\$26,010	\$144,500

## PRESCRIBED INTEREST RATES

(Note: These rates are for shareholders loans-refunds add 2%, overdue balances add 4%)

Quarter	2019	2018	2017
1st quarter	2%	1%	1%
2nd quarter	2%	2%	1%
3rd quarter	TBD	2%	1%
4th quarter	TBD	2%	1%

## AUTOMOBILE BENEFITS

Claim Description	2019	2018
Tax-exempt car reimbursements		
-first 5,000 km	\$0.58/km	\$0.55/km
-after 5,000 km	\$0.52/km	\$0.49/km
CCA threshold-Class 10.1	\$30,000+HST	\$30,000+HST
Interest expense limit	\$300/month	\$300/month
Leasing limit per month	\$800/mo+HST	\$800/mo+HST
Standby charge-owned vehicle	2% of original cost per month	
Standby charge-leased vehicle	2/3 of monthly lease cost	
Operating cost benefit	\$0.28/km	\$0.26/km

## PERSONAL TAX BRACKETS FOR SALARY AND DIVIDENDS IN 2019

Taxable Income	Marginal Tax Rate on Salary 2019	Marginal Tax Rate on Dividends	
		Public Company* 2019	Private Company 2019
\$1 - \$10,264	0.0%	0.0%	0.0%
\$10,265 - \$12,069	9.7%	0.0%	0.0%
\$12,070 - \$42,592	24.7%	0.0%	14.8%
\$42,593 - \$47,630	29.8%	1.1%	20.7%
\$47,631 - \$85,184	35.3%	8.7%	27.1%
\$85,185 - \$95,259	37.0%	11.0%	29.0%
\$95,260 - \$138,491	42.5%	18.6%	35.4%
\$138,492 - \$147,667	43.8%	20.4%	36.9%
\$147,668 - \$157,778	46.8%	24.6%	40.3%
\$157,779 - \$210,371	49.3%	28.0%	43.1%
> \$210,371	53.3%	33.5%	47.7%

(\* Includes dividends from CCPCs from income in excess of business limit)

## TFSA LIMIT

Lifetime Contribution Limit	2019	2018
\$63,500	\$6,000	\$5,500

## LIFETIME CAPITAL GAINS EXEMPTION

2019	2018	2017
\$866,912	\$848,252	\$835,716

## PENSION AND INCOME SPLITTING WITH SPOUSES

	65 or Older	Under 65
Pension Annuity Payments	Yes	Yes
RRIF Payments	Yes	No
RRSP Annuity Payments	Yes	No*
RRSP Lump-Sum Withdrawals	No	No*
Canada Pension Plan Benefits	No	No
Old Age Security Benefits	No	No
Spouses with minor children (max \$50,000)	Yes	Yes

\* Except if received due to the death of a spouse

## CLAWBACK OF OLD AGE SECURITY

Year	OAS Benefit	Start of Clawback @15% if income is greater than	OAS fully clawed back when income is greater than
2019	\$7,217.40	\$77,580	\$125,696
2018	\$7,039.92	\$75,910	\$123,386

## CPP & EI LIMITS

Year	CPP Limit	Maximum Pensionable Earnings	EI-Employee Limit	EI-Employer Limit	EI-Maximum Insurable Earnings
2019	\$2,748.90	\$57,400	\$860.22	\$1,204.31	\$53,100
2018	\$2,593.80	\$55,900	\$858.22	\$1,201.51	\$51,700

Note: Employer and employees pay the same CPP amount

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HOWEVER, NO REPRESENTATION IS MADE AS TO THE ACCURACY THEREOF. THE INFORMATION SHOULD NOT BE RELIED UPON TO REPLACE SPECIFIC PROFESSIONAL ADVICE.

## IMPORTANT DATES TO REMEMBER

<i>Tax Filings/Instalments</i>	<i>Due Date</i>	
<b>Corporate Tax Returns (T2)</b>	6 months after year end	
<b>Corporations must make their tax payment for the current fiscal year:</b>		
• If you have an active operating business	3 months after year end	
• For other companies, such as holding companies	2 months after year end	
<p>Note: Corporations should also continue to make their respective monthly or quarterly instalments for the subsequent fiscal year, if required to do so.</p>		
<b>T4 Return - Summary of Remuneration Paid</b>	February 29, 2020	
<b>T5 Return - Return of Investment Income (for interest and dividends)</b>	February 29, 2020	
<b>Trust Returns (T3)</b>	March 31, 2020	
<b>RRSP Contributions - Deadline for 2019</b>	February 29, 2020	
<b>2019 Personal Tax Returns (T1)</b>		
• Individual	April 30, 2020	
• Individual with self-employment income	June 15, 2020	
• Taxes payable	April 30, 2020	
<b>Personal Tax Instalments - 2019</b>		
• 1st Quarter	March 15, 2019	
• 2nd Quarter	June 15, 2019	
• 3rd Quarter	September 15, 2019	
• 4th Quarter	December 15, 2019	
<b>HST Return</b>		
Annual Filer	3 months after year end	
Quarterly Filer	1 month after quarter end	
<b>HST Instalments</b>		
• 1st Quarter	Annual Filer 4 months after previous year end	Example for December 31, 2019 Year End: April 30, 2019
• 2nd Quarter	7 months after previous year end	July 31, 2019
• 3rd Quarter	10 months after previous year end	October 31, 2019
• 4th Quarter	13 months after previous year end	January 31, 2020

