

2020 TAX FACTS FOR NEW BRUNSWICK RESIDENTS

TAX RATES ON CORPORATE INCOME

CCPC Active Income	2020	2019
\$0 - \$500,000	11.5%	11.5%
> \$500,001	29.0%	29.0%
CCPC Investment Income	2020	2019
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
2020	\$27,230	\$151,278
2019	\$26,500	\$147,222
2018	\$26,230	\$145,722

PRESCRIBED INTEREST RATES

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

Quarter	2020	2019	2018
1st quarter	2%	2%	1%
2nd quarter	2%	2%	2%
3rd quarter	1%	2%	2%
4th quarter	1%	2%	2%

AUTOMOBILE BENEFITS

Claim Description	2020	2019
Tax-exempt car reimbursements		
-first 5,000 km	\$0.59/km	\$0.58/km
-after 5,000 km	\$0.53/km	\$0.52/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	\$0.28/km

PERSONAL TAX BRACKETS FOR SALARY AND DIVIDENDS IN 2020

Taxable Income	Marginal Tax Rate on Salary 2020	Marginal Tax Rate on Dividends	
		Public Company* 2020	Private Company 2020
\$1 - \$10,459	0.0%	0.0%	0.0%
\$10,460 - \$13,229	9.7%	0.0%	0.0%
\$13,230 - \$43,401	24.7%	0.0%	14.8%
\$43,402 - \$48,535	29.8%	1.1%	20.7%
\$48,536 - \$86,803	35.3%	8.7%	27.1%
\$86,804 - \$97,069	37.0%	11.0%	29.0%
\$97,070 - \$141,122	42.5%	18.6%	35.4%
\$141,123 - \$150,473	43.8%	20.4%	36.9%
\$150,474 - \$160,776	47.1%	24.9%	40.6%
\$160,777 - \$214,368	49.5%	28.3%	43.4%
> \$214,368	53.3%	33.5%	47.7%

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

TFSA LIMIT

Lifetime Contribution Limit	2020	2019
	\$69,500	\$6,000

LIFETIME CAPITAL GAINS EXEMPTION

2020	2019	2018
\$883,384	\$866,912	\$848,252

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
2020	\$7,362.36	\$79,054	\$128,136
2019	\$7,217.40	\$77,580	\$125,696

CPP & EI LIMITS

Year	CPP Limit	Maximum Pensionable Earnings	EI-Employee Limit	EI-Employer Limit	EI-Maximum Insurable Earnings
2020	\$2,898.00	\$58,700	\$856.36	\$1,198.90	\$54,200
2019	\$2,748.90	\$57,400	\$860.22	\$1,204.31	\$53,100

Note: Employer and employees pay the same CPP amount

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IMPORTANT DATES TO REMEMBER

<i>Tax Filings/Instalments</i>	<i>Due Date</i>
Corporate Tax Returns (T2)	6 months after year end
Corporations must make their tax payment for the current fiscal year:	
• 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>	
T4 Return - Summary of Remuneration Paid	February 28, 2021
T5 Return - Return of Investment Income (for interest and dividends)	February 28, 2021
Trust Returns (T3)	March 31, 2021
RRSP Contributions - Deadline for 2020	March 1, 2021
2020 Personal Tax Returns (T1)	
• Individual	April 30, 2021
• Individual with self-employment income	June 15, 2021
• Taxes payable	April 30, 2021
Personal Tax Instalments - 2020	
• 1st Quarter	March 15, 2020
• 2nd Quarter	June 15, 2020
• 3rd Quarter	September 15, 2020
• 4th Quarter	December 15, 2020
HST Return	
Annual Filer	3 months after year end
Quarterly Filer	1 month after quarter end
HST Instalments	
Annual Filer	Example for December 31, 2020 Year End:
• 1st Quarter	4 months after previous year end
• 2nd Quarter	7 months after previous year end
• 3rd Quarter	10 months after previous year end
• 4th Quarter	13 months after previous year end
	April 30, 2020
	July 31, 2020
	October 31, 2020
	January 31, 2021

Note: During 2020, many of the above dates were adjusted due to the Covid-19 pandemic



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