



# Personal Tax Rates

## Combined Top Marginal Tax Rates For Individuals–2025

	Interest and Regular Income	Capital Gains <sup>1</sup>	Eligible Dividends	Non-eligible Dividends
British Columbia	53.50%	26.75%	36.54%	48.89%
Alberta	48.00	24.00	34.31	42.30
Saskatchewan	47.50	23.75	29.64	41.34
Manitoba	50.40	25.20	37.79	46.67
Ontario	53.53	26.76	39.34	47.74
Quebec	53.31	26.65	40.11	48.70
New Brunswick	52.50	26.25	32.40	46.83
Nova Scotia <sup>2</sup>	54.00	27.00	41.58	49.99
Prince Edward Island <sup>3</sup>	52.00	26.00	36.54	47.92
Newfoundland and Labrador	54.80	27.40	46.20	48.96
Yukon	48.00	24.00	28.92	44.05
Northwest Territories	47.05	23.53	28.33	36.82
Nunavut	44.50	22.25	33.08	37.79

### Notes

- (1) The rates that apply to capital gains are one-half of the rates that apply to interest and regular income.

The 2024 federal budget proposed to increase the lifetime capital gains exemption limit for qualified farm property, qualified fishing property and qualified small business corporation shares to \$1.25 million (from \$1,016,836), applicable to dispositions that occur on or after June 25, 2024. Although this measure has not been enacted, the CRA announced that it will administer the proposed increase to the lifetime capital gains exemption limit to \$1.25 million to qualifying dispositions that occur on or after June 25, 2024.

The 2024 federal budget also proposed to introduce the Canadian Entrepreneurs' Incentive which would allow an individual taxpayer to use a 1/3 capital gains inclusion rate for the disposition of qualifying shares, subject to a lifetime limit of \$2 million in capital gains per individual. It is currently uncertain whether this measure will be implemented.

- (2) Nova Scotia decreased the province's dividend tax credit rate that applies to non-eligible dividends to 1.5% (from 2.99%) of taxable dividends, effective January 1, 2025.
- (3) Prince Edward Island increased the province's top marginal personal tax rate on interest and regular income to 19% (from 18.75%), effective January 1, 2025.

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