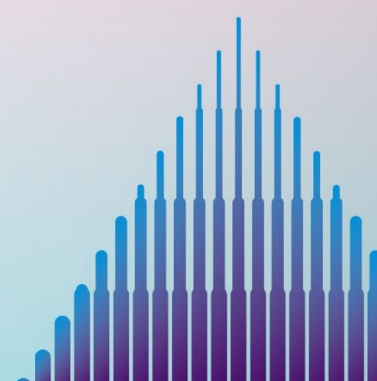




TaxNewsNow

Canada



May 2, 2023

CRA Prescribed Rate Remains at 5% for Q3 2023

No changes to the CRA prescribed income tax interest rates from the previous quarter

There will be no changes to the CRA prescribed income tax interest rates for taxable benefits, overpaid taxes and underpaid taxes in the third quarter of 2023 (July 1, 2023 – September 30, 2023).

Currently, the interest rate on overdue income taxes and penalties is 9%. The prescribed rate for refunds of overpaid tax is 7% for non-corporate taxpayers (5% for corporate taxpayers) and the prescribed rate that applies to taxable benefits for employees and shareholders from interest-free and low-interest loans, as well as prescribed rate family income-splitting loans, is 5%.

Prescribed rates for 2023 and 2022 are as follows:

	Taxable Benefits	Overpaid Taxes		Underpaid Taxes
		Corporations	Others	
2023				
July 1 – September 30	5%	5%	7%	9%
April 1 – June 30	5%	5%	7%	9%
January 1 – March 31	4%	4%	6%	8%
2022				
October 1 – December 31	3%	3%	5%	7%
July 1 – September 30	2%	2%	4%	6%
April 1 – June 30	1%	1%	3%	5%
January 1 – March 31	1%	1%	3%	5%

For more information, contact your KPMG adviser.

KPMG Publications

For the latest tax news, see KPMG's full line of tax publications available at www.kpmg.ca/taxnews.



[Contact Us](#) | [Manage my Subscriptions](#) | [Unsubscribe](#) | [KPMG in Canada Privacy Policy](#) | [KPMG On-Line Privacy Policy](#)
| [Legal](#)

Information is current to May 1, 2023. The information contained in this publication is of a general nature and is not intended to address the circumstances of any particular individual or entity. Although we endeavour to provide accurate and timely information, there can be no guarantee that such information is accurate as of the date it is received or that it will continue to be accurate in the future. No one should act upon such information without appropriate professional advice after a thorough examination of the particular situation. For more information, contact KPMG's National Tax Centre at 416.777.8500.

This email was sent to you by [KPMG](#). To sign up to receive other communications from us (we have some informative publications that may be of interest to you), or to stop receiving electronic messages sent by KPMG, visit the [KPMG Online Subscription Centre](#).

At KPMG we are passionate about earning your trust and building a long-term relationship through service excellence. This extends to our communications with you.

Our lawyers have recommended that we provide certain disclaimer language with our messages. Rather than including them here, we're drawing your attention to the following links where the full legal wording appears.

[Disclaimer concerning confidential and privileged information/unintended recipient](#)
[Disclaimer concerning tax advice](#)

© 2023 KPMG LLP, an Ontario limited liability partnership and a member firm of the KPMG global organization of independent member firms affiliated with KPMG International Limited, a private English company limited by guarantee. All rights reserved.