



What are the income tax rates in Canada for 2009?

These are the rates that an individual will use when completing their 2009 income tax and benefit return. The information may change during the year to reflect updates to the law.

[Federal tax rates for 2009](#)
[Provincial/territorial tax rates for 2009](#)

Federal tax rates for 2009 are:

- 15% **on the first** \$40,726 of taxable income, +
- 22% **on the next** \$40,726 of taxable income (on the portion of taxable income between \$40,726 and \$81,452), +
- 26% **on the next** \$44,812 of taxable income (on the portion of taxable income between \$81,452 and \$126,264), +
- 29% of taxable income **over** \$126,264.

The chart below reproduces the first calculation that has to be made on *Page 2 of Schedule 1* of the tax package to calculate net federal tax. Page 1 is used to calculate federal non-refundable tax credits.

Federal tax on taxable income manual calculation chart

	Use this column if your taxable income is \$40,726 or less	Use this column if your taxable income is more than \$40,726, but not more than \$81,452	Use this column if your taxable income is more than \$81,452, but not more than \$126,264	Use this column if your taxable income is more than \$126,264	
Enter your taxable income from line 260 of your return					1
Base amount	– 0	– 40,726	– 81,452	– 126,264	2
Line 1 minus line 2 (this amount cannot be negative)	=	=	=	=	3
Federal tax rate	× 15%	× 22%	× 26%	× 29%	4
Multiply the amount on line 3 by the tax rate on line 4	=	=	=	=	5
Tax on the amount from line 2	+ 0	+ 6,109	+ 15,069	+ 26,720	6
Add lines 5 and 6	=	=	=	=	7

Provincial/Territorial tax rates for 2009

Under the current tax on income method, tax for all provinces (except Quebec) and territories is calculated the same way as federal tax.

Form 428 is used to calculate this provincial or territorial tax. Provincial or territorial specific non-refundable tax credits are also calculated on Form 428.

For complete details, see the *Provincial or Territorial information and forms* in your 2009 tax package.

Provincial / Territorial tax rates (combined chart)

Provinces / Territories	Rate(s)
Newfoundland and Labrador	7.7% on the first \$31,061 of taxable income, + 12.8% on the next \$31,060, + 15.5% on the amount over \$62,121
Prince Edward Island	9.8% on the first \$31,984 of taxable income, + 13.8% on the next \$31,985, + 16.7% on the amount over \$63,969
Nova Scotia	8.79% on the first \$29,590 of taxable income, + 14.95% on the next \$29,590, + 16.67% on the next \$33,820 + 17.5% on the amount over \$93,000
New Brunswick	9.65% on the first \$35,707 of taxable income, + 14.5% on the next \$35,708, + 16% on the next \$44,690, + 17% on the amount over \$116,105
Quebec	Contact Revenu Québec
Ontario	6.05% on the first \$36,848 of taxable income, + 9.15% on the next \$36,850, + 11.16% on the amount over \$73,698
Manitoba	10.8% on the first \$31,000 of taxable income, + 12.75% on the next \$36,000, + 17.4% on the amount over \$67,000
Saskatchewan	11% on the first \$40,113 of taxable income, + 13% on the next \$74,497, + 15% on the amount over \$114,610
Alberta	10% of taxable income
British Columbia	5.06% on the first \$35,716 of taxable income, + 7.7% on the next \$35,717, + 10.5% on the next \$10,581, + 12.29% on the next \$17,574, + 14.7% on the amount over \$99,588
Yukon	7.04% on the first \$38,832 of taxable income, + 9.68% on the next \$38,832, + 11.44% on the next \$48,600, + 12.76% on the amount over \$126,264
Northwest Territories	5.9% on the first \$36,885 of taxable income, + 8.6% on the next \$36,887, + 12.2% on the next \$46,164, + 14.05% on the amount over \$119,936
Nunavut	4% on the first \$38,832 of taxable income, + 7% on the next \$38,832, + 9% on the next \$48,600, + 11.5% on the amount over \$126,264

Date Modified: 2009-08-24