

Personal Tax Rates

Federal and Provincial/Territorial Income Tax Rates and Brackets for 2023

	Tax Rates	Tax Brackets	Surtax Rates	Surtax Thresholds
Federal ¹	15.00%	Up to \$53,359		
	20.50	53,360–106,717		
	26.00	106,718–165,430		
	29.00	165,431–235,675		
	33.00	235,676 and over		
British Columbia ²	5.06%	Up to \$45,654		
	7.70	45,655–91,310		
	10.50	91,311–104,835		
	12.29	104,836–127,299		
	14.70	127,300–172,602		
	16.80	172,603–240,716		
	20.50	240,717 and over		
Alberta ³	10.00%	Up to \$142,292		
	12.00	142,293–170,751		
	13.00	170,752–227,668		
	14.00	227,669–341,502		
	15.00	341,503 and over		
Saskatchewan ⁴	10.50%	Up to \$49,720		
	12.50	49,721–142,058		
	14.50	142,059 and over		
Manitoba ⁵	10.80%	Up to \$36,842		
	12.75	36,843–79,625		
	17.40	79,626 and over		
Ontario ⁶	5.05%	Up to \$49,231	20% 36	\$5,315 6,802
	9.15	49,232–98,463		
	11.16	98,464–150,000		
	12.16	150,001–220,000		
	13.16	220,001 and over		
Quebec ⁷	15.00%	Up to \$49,275		
	20.00	49,276–98,540		
	24.00	98,541–119,910		
	25.75	119,911 and over		

Refer to notes on the following pages.

The information contained herein is of a general nature and is not intended to address the circumstances of any particular individual or entity. Although we endeavor 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 on such information without appropriate professional advice after a thorough examination of the particular situation.

© 2022 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.

Current as of December 31, 2022

Personal Tax Rates 1

Federal and Provincial/Territorial Income Tax Rates and Brackets for 2023

	Tax Rates	Tax Brackets	Surtax Rates	Surtax Thresholds
New Brunswick ^{4,8}	9.40%	Up to \$47,715		
	14.00	47,716–95,431		
	16.00	95,432–176,756		
	19.50	176,757 and over		
Nova Scotia ⁹	8.79%	Up to \$29,590		
	14.95	29,591–59,180		
	16.67	59,181–93,000		
	17.50	93,001–150,000		
	21.00	150,001 and over		
Prince Edward Island ¹⁰	9.80%	Up to \$31,984		
	13.80	31,985–63,969		
	16.70	63,970 and over	10%	\$12,500
Newfoundland and Labrador ¹¹	8.70%	Up to \$41,457		
	14.50	41,458–82,913		
	15.80	82,914–148,027		
	17.80	148,028–207,239		
	19.80	207,240–264,750		
	20.80	264,751–529,500		
	21.30	529,501–1,059,000		
	21.80	1,059,001 and over		
Yukon ⁴	6.40%	Up to \$53,359		
	9.00	53,360–106,717		
	10.90	106,718–165,430		
	12.80	165,431–500,000		
	15.00	500,001 and over		
Northwest Territories ⁴	5.90%	Up to \$48,326		
	8.60	48,327–96,655		
	12.20	96,656–157,139		
	14.05	157,140 and over		
Nunavut ⁴	4.00%	Up to \$50,877		
	7.00	50,878–101,754		
	9.00	101,755–165,429		
	11.50	165,430 and over		

Refer to notes on the following pages.

The information contained herein is of a general nature and is not intended to address the circumstances of any particular individual or entity. Although we endeavor 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 on such information without appropriate professional advice after a thorough examination of the particular situation.

© 2022 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.

Current as of December 31, 2022

Personal Tax Rates 2

Federal and Provincial/Territorial Income Tax Rates and Brackets for 2023

Notes

- (1) The federal tax brackets are indexed each year by a calculated inflation factor, which is based on the change in the average federal inflation rate over the 12-month period ending September 30 of the previous year compared to the change in the rate for the same period of the year prior to that. The federal inflation factor is 6.3% for 2023.
- (2) British Columbia indexes its tax brackets using the same formula as that used federally, but uses the provincial inflation rate rather than the federal rate in the calculation. The inflation factor for this province is 6.0% for 2023.
- (3) Alberta indexes its tax brackets using the same formula as that used federally, but uses the provincial inflation rate rather than the federal rate in the calculation. The inflation factor for this province is 6.0% for 2023.
- (4) Saskatchewan, New Brunswick, Yukon, Northwest Territories and Nunavut index their tax brackets using the same formula as that used federally. The inflation factor for these provinces and territories is 6.3% for 2023.
- (5) Manitoba indexes its tax brackets using the same formula as that used federally, but uses the provincial inflation rate rather than the federal rate in the calculation. The inflation factor for this province is 7.0% for 2023.
- (6) Ontario indexes its tax brackets and surtax thresholds using the same formula as that used federally, but uses the provincial inflation rate rather than the federal rate in the calculation. The inflation factor for this province is 6.5% for 2023.

Ontario surtax of 20% applies to the provincial income tax (before surtax) in excess of \$5,315. Ontario surtax of 36% applies in addition to the 20% surtax (i.e., a total surtax of 56%) to the provincial income tax (before surtax) in excess of \$6,802. The surtax effectively increases the top marginal tax rate for Ontario residents to 20.53% (13.16% x 156%).

Ontario resident individuals with taxable income over \$20,000 are also required to pay a Health Premium each year (see the table "Provincial Health Premiums").
- (7) Quebec indexes its tax brackets using the same formula as that used federally, but uses the provincial inflation rate, excluding changes in liquor and tobacco taxes, rather than the federal rate in the calculation. The inflation factor for this province is 6.44% for 2023.

Quebec residents are required to make payments to the province's Health Services Fund (see the table "Provincial Health Premiums").
- (8) New Brunswick decreased the province's personal tax rates on the second tax bracket to 14% (from 14.82%) and the third tax bracket to 16% (from 16.52%), and eliminated the fourth tax bracket (previously 17.84%) for 2023. The province also decreased its personal tax rate on the highest tax bracket to 19.5% (from 20.3%) for 2023.
- (9) Nova Scotia does not index its tax brackets.
- (10) Prince Edward Island does not index its tax brackets and surtax threshold.

Prince Edward Island surtax of 10% applies to the provincial income tax (before surtax) in excess of \$12,500. The surtax effectively increases the top marginal tax rate for Prince Edward Island residents to 18.37% (16.70% x 110%).
- (11) Newfoundland and Labrador indexes its tax brackets using the same formula as that used federally, but uses the provincial inflation rate rather than the federal rate in the calculation. The inflation factor for this province is 5.9% for 2023.

The information contained herein is of a general nature and is not intended to address the circumstances of any particular individual or entity. Although we endeavor 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 on such information without appropriate professional advice after a thorough examination of the particular situation.

© 2022 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.

Current as of December 31, 2022