

2022-2023 Tax facts for B.C. residents



Tax rates on corporate income

CCPC active income	2023	2022	2021	2020
\$ 0 — \$500,000	11.00%	11.00%	11.00%	11.00%
>\$500,000	27.00%	27.00%	27.00%	27.00%
CCPC investment income	2023	2022	2021	2020
CCPC investment income	50.67%	50.67%	50.67%	50.67%
CCPC dividend income	38.33%	38.33%	38.33%	38.33%

Personal tax brackets for salary and dividends in 2023

Taxable income	Marginal tax rate on salary	Marginal tax rate on private company dividends	Marginal tax rate on public company dividends (see note)	Capital gains
\$0 - \$11,981	0.00%	0.00%	0.00%	0.00%
\$11,982 to \$15,000	5.06%	3.57%	-9.58% to 0%	2.53%
\$15,001 to \$45,654	20.06%	10.43%	-9.60% to 0%	10.03%
\$45,655 to \$53,359	22.70%	13.47%	-5.96% to 0%	11.35%
\$53,360 to \$91,310	28.20%	19.80%	1.63%	14.10%
\$91,311 to \$104,835	31.00%	23.02%	5.49%	15.50%
\$104,836 to \$106,717	32.79%	25.07%	7.96%	16.40%
\$106,718 to \$127,299	38.29%	31.40%	15.55%	19.15%
\$127,300 to \$165,430	40.70%	34.17%	18.88%	20.35%
\$165,431 to \$172,602	44.02%	37.98%	23.45%	22.01%
\$172,603 to \$235,675	46.12%	40.40%	26.35%	23.06%
\$235,676 to \$240,716	49.80%	44.64%	31.44%	24.90%
> \$240,717	53.50%	48.89%	36.54%	26.75%

Note: Includes dividends from CCPC's from income in excess of business limit

RRSP limits

Year	RRSP deduction limit	Prior year earned income required to maximize RRSP
2021	\$ 27,830	\$ 154,611
2022	\$ 29,210	\$ 162,278
2023	\$ 30,780	\$ 171,000

CPP & EI limits

Year	CPP limit	Maximum pensionable earnings	EI — employee limit	EI — employer limit	EI — maximum insurable earnings
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Note: Employer and employees pay the same CPP amount.

Automobile amounts

Claim description	2023	2022
Tax-exempt car reimbursements — first 5,000 km	68 cents/km	61 cents/km
— after 5,000 km	62 cents/km	55 cents/km
CCA threshold — Class 10.1	\$36,000	\$34,000
Interest expense limit	\$300/month	\$300/month
Leasing limit per month	\$950/mo+taxes	\$900/mo+taxes
Operating expense benefit re: standby charge	33 cents/km	29 cents/km

Prescribed interest rates

Quarter	2022	2021	2020
1st quarter	1%	1%	2%
2nd quarter	1%	1%	2%
3rd quarter	2%	1%	1%
4th quarter	3%	1%	1%

Note: These rates are for shares and bonds - refunds add 2%, RRSP balances add 4%
 2023 \$ 3,754.45 2022 \$ 66,600 2021 \$ 952.74 2020 \$ 1,002.45

Pension 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

* Except if received due to the death of a spouse

Worker's Compensation Board of B.C.

	2023	2022
Maximum WorkSafeBC Assessable earnings	\$112,800	\$108,400

Clawback of old age security

Year	OAS benefit (65-74)	OAS benefit (75 or older)	Start of clawback at 15% if income is greater than	OAS fully clawed back when income is greater than (65-74)	OAS fully clawed back when income is greater than (75 or older)
2022	\$ 7,384.44	\$ 7,384.44	\$ 81,761	\$ 134,626	\$ 137,331
2023	\$ 8,250.72	\$ 9,075.84	\$ 86,912	\$ 141,917	\$ 147,418