

British Columbia

Combined federal and provincial personal income tax rates – 2011¹

Taxable income		British Columbia				
Lower limit	Upper limit	Basic tax ²	Rate on excess	Marginal rate on		
				Eligible dividend income ³	Other dividend income ³	Capital gains ⁴
\$ -	\$ 10,527	\$ -	0.00%	0.00%	0.00%	0.00%
10,528 to	11,088	-	15.00	0.00	2.08	7.50
11,089 to	17,493	84	15.00	0.00	2.08	7.50
17,494 to	18,338	1,045	15.00	0.00	2.08	7.50
18,339 to	29,806 ⁵	1,172	23.26	0.00	8.16	11.63
29,807 to	36,146	3,839	20.06	0.00	4.16	10.03
36,147 to	41,544	5,111	22.70	0.00	7.46	11.35
41,545 to	72,293	6,336	29.70	7.85	16.21	14.85
72,294 to	83,001	15,469	32.50	8.11	19.71	16.25
83,002 to	83,008	18,949	34.29	10.64	21.95	17.15
83,009 to	100,787	18,951	38.29	16.28	26.95	19.15
100,788 to	128,800	25,759	40.70	19.68	29.96	20.35
128,801 and up		37,160	43.70	23.91	33.71	21.85

- The tax rates reflect budget proposals and news releases up to 15 July 2011. Where the tax is determined under the alternative minimum tax provisions (AMT), the above table is not applicable. AMT may be applicable where the tax otherwise payable is less than the tax determined by applying the relevant AMT rate to the individual's taxable income adjusted for certain preference items.
- The tax determined by the table should be reduced by the applicable federal and provincial tax credits (see chart below), other than the basic personal tax credits, which have been reflected in the calculations.
- The rates apply to the actual amount of taxable dividends received from taxable Canadian corporations. Eligible dividends are those paid by public corporations and private companies out of earnings that have been taxed at the general corporate tax rate (the dividend must be designated by the payor corporation as an eligible dividend).
- The rates apply to the actual amount of the capital gain. The capital gains exemption on qualified farm and fishing property and small business corporation shares may apply to eliminate the tax on those specific properties.
- Individuals resident in British Columbia on 31 December 2011 with taxable income up to \$18,338, pay no provincial income tax as a result of a low-income tax reduction. The low-income tax reduction is clawed back on income in excess of \$18,338 until the reduction is eliminated, resulting in an additional 3.2% of provincial tax on income between \$18,338 and \$29,806.

Federal and provincial personal tax credits – 2011

	Federal credit	Provincial credit
Amount of credits:		
Basic personal credit (see note 2 above)	\$ 1,579	\$ 561
Spousal credit (reduced when spouse's income over \$0 (federal) and \$973 (provincial))	1,579	492
Equivalent-to-spouse credit (reduced when dependant's income over \$0 (federal) and \$973 (provincial))	1,579	492
Infirm dependant aged 18 or over (reduced when dependant's income over \$6,076 (federal) and \$6,611 (provincial))	642	210
Caregiver credit (reduced when particular person's income over \$14,624 (federal) and \$14,048 (provincial))	642	210
Age credit (65 and over) ¹	981	215
Disability credit	1,101	360
Pension income (maximum)	300	51
Education and textbook - per month	70	10
Canada employment credit	160	-
Child tax credit - per child under 18	320	-
Credits as a percentage of:		
Tuition fees	15.00%	5.06%
Public transit passes	15.00%	-
Medical expenses ²	15.00%	5.06%
Charitable donations		
- First \$200	15.00%	5.06%
- Remainder	29.00%	14.70%
CPP contributions ³	15.00%	5.06%
EI premiums	15.00%	5.06%

- The maximum federal age credit of \$981 occurs at \$32,961 of net income and declines to nil as net income rises to \$76,541. The maximum provincial age credit of \$215 occurs at \$31,664 of net income and declines to nil as net income rises to \$60,024.
- The federal credit applies to eligible medical expenses that exceed the lesser of \$2,052 and 3% of net income. The provincial credit applies to eligible medical expenses that exceed the lesser of \$1,973 and 3% of net income.
- One-half of CPP paid by self-employed individuals is deductible in computing taxable income.

Source: Ernst & Young Electronic Publishing Services Inc.