

2014 CORPORATE INCOME TAX RATES

Updated January 21, 2014

(Rates were substantively enacted as at December 31, 2013)

	Effective January 1, 2013	Effective April 1, 2013	Effective January 1, 2014	Effective January 1, 2015
Combined Federal and British Columbia				
Active Business Income (CCPC):				
First \$500,000 (SBL)	13.50%	13.50%	13.50%	13.50%
Over \$500,000	25.00%	26.00%	26.00%	26.00%
Other corporations	25.00%	26.00%	26.00%	26.00%
Investment Income ¹:				
CCPC	44.67%	45.67%	45.67%	45.67%
CCPC's after 26 2/3% refunded	18.00%	19.00%	19.00%	19.00%
Federal Rates				
Basic rate	38.00%	38.00%	38.00%	38.00%
Federal tax abatement	10.00%	10.00%	10.00%	10.00%
Small business deduction (SBD)	17.00%	17.00%	17.00%	17.00%
General tax reduction – over \$500,000	13.00%	13.00%	13.00%	13.00%
Refundable investment tax	6.67%	6.67%	6.67%	6.67%
Refundable portion of Part IV tax	26.67%	26.67%	26.67%	26.67%
Small business limit	\$ 500,000	\$ 500,000	\$ 500,000	\$ 500,000
British Columbia Rates				
Basic rate ²	10.00%	11.00%	11.00%	11.00%
Rate on taxable income eligible for SBD	2.50%	2.50%	2.50%	2.50%
Small business limit	\$ 500,000	\$ 500,000	\$ 500,000	\$ 500,000

NOTES:

- 1) 26 2/3% of a CCPC's investment income is added to its Refundable Dividend Tax On Hand (RDTOH). This amount is refundable at a rate of \$1 for every \$3 of taxable dividends paid by the CCPC.
- 2) The BC Basic Rate increased to 11% from 10% on April 1, 2013