

2020 Corporate Income Tax Rates for Canadian-Controlled Private Corporations in BC

| | Small Business Income (up to \$500,000) | Active Business Income | Investment Income |
|----------------------------------|--|------------------------|-------------------|
| | % | % | % |
| General corporate rate | 38.00 | 38.00 | 38.00 |
| Federal abatement | -10.00 | -10.00 | -10.00 |
| | 28.00 | 28.00 | 28.00 |
| Small business deduction | -19.00 | 0.00 | 0.00 |
| Rate reduction | 0.00 | -13.00 | 0.00 |
| Refundable tax | 0.00 | 0.00 | 10.67 |
| Federal tax rate | 9.00 | 15.00 | 38.67 |
| British Columbia tax rate | 2.00 | 12.00 | 12.00 |
| Combined tax rate | 11.00 | 27.00 | 50.67 |

2020 Provincial and Territorial Corporate Income Tax Rates for Canadian-Controlled Private Corporates

| | Small Business Income (up to \$500,000) | Active Business Income | Investment Income |
|----------------------------------|--|------------------------|-------------------|
| | % | % | % |
| British Columbia | 2.00 | 12.00 | 12.00 |
| Alberta (1) | 2.00 | 10.00/8.00 | 10.00/8.00 |
| Manitoba | 0.00 | 12.00 | 12.00 |
| New Brunswick | 2.50 | 14.00 | 14.00 |
| Newfoundland and Labrador | 3.00 | 15.00 | 15.00 |
| Northwest Territories | 4.00 | 11.50 | 11.50 |
| Nova Scotia (2) | 2.50 | 16/14.00 | 16/14.00 |
| Nunavut | 3.00 | 12.00 | 12.00 |
| Ontario | 3.20 | 11.50 | 11.50 |
| Prince Edward Island | 3.00 | 16.00 | 16.00 |
| Quebec | 5.00 | 11.50 | 11.50 |
| Saskatchewan (3) | 2.00/0.00 | 12.00 | 12.00 |
| Yukon | 2.00 | 12.00 | 12.00 |

(1) Alberta's tax rate - January 2020 to June 2020 - 10% rate reduced to 8% effective July 1, 2020

(2) Nova Scotia's small business income tax rate - January 2020 to March 31, 2020 - 3% rate reduced to 2.5% effective April 1, 2020

(3) Saskatchewan's small business income threshold is \$600,000, the tax rate was 2% from Jan 2020 to Sep 2020 and 0% effective Oct 1, 2020

Last updated: August 2022