

# More than just Manitoba tax rates

It's important to know your tax rates, but it's what you do with this information that really counts. The experienced advisors at Grant Thornton LLP will help you strategically navigate today's tax issues, plan for tomorrow, and achieve your greatest potential. Let's create the roadmap to your goals.

2022 AB rate card: Combined federal and provincial personal income tax rates*						
Taxable income	Taxes payable on salary / interest income	Effective tax rate	Marginal tax rate on incremental income			
			Salary / Interest income	Capital gains	Eligible dividends	Non eligible dividends
20,000	1,904	9.52%	25.80%	12.90%	3.84%	18.38%
30,000	4,484	14.95%	25.80%	12.90%	3.84%	18.38%
40,000	7,173	17.93%	27.75%	13.88%	6.53%	20.63%
50,000	9,948	19.90%	27.75%	13.88%	6.53%	20.63%
60,000	13,262	22.10%	33.25%	16.63%	14.12%	26.95%
70,000	16,587	23.70%	33.25%	16.63%	14.12%	26.95%
80,000	20,172	25.22%	37.90%	18.95%	20.53%	32.30%
90,000	23,962	26.62%	37.90%	18.95%	20.53%	32.30%
100,000	27,752	27.75%	37.90%	18.95%	20.53%	32.30%
110,000	32,071	29.16%	43.40%	21.70%	28.12%	38.62%
120,000	36,411	30.34%	43.40%	21.70%	28.12%	38.62%
150,000	49,431	32.95%	43.40%	21.70%	28.12%	38.62%
175,000	60,936	34.82%	46.78%	23.39%	32.79%	42.51%
200,000	72,631	36.32%	46.78%	23.39%	32.79%	42.51%
221,709	82,786	37.34%	50.40%	25.20%	37.78%	46.67%
300,000	122,245	40.75%	50.40%	25.20%	37.78%	46.67%
400,000	172,645	43.16%	50.40%	25.20%	37.78%	46.67%
500,000	223,045	44.61%	50.40%	25.20%	37.78%	46.67%

  

2022 Federal personal tax credits	
Basic*	\$14,398
Spouse*	\$14,398
Age	\$7,898
Disability	\$8,870
Pension	\$2,000

  

2022 OAS repayment income threshold	
Clawback at 15% in excess of	\$81,761

  

CPP	
Rate (employee/ employer) <sup>1</sup>	5.70%
Max. contribution	\$3,499.80
Max. pensionable earnings	\$64,900
Basic exemption	\$3,500

  

EI	
Employee rate	1.58%
Max. employee premium	\$952.74
Max. insurable earnings	\$60,300

**\*Note:** These rates take into account the basic personal tax credits only and do not include the impact of alternative minimum tax. Mixed income sources will change the effective rates. Calculations are based on rate changes up to November 2, 2021. Rates are subject to change.

**Note 1:** 4.95% contribution will be allowed as a non-refundable tax credit and 0.75% additional contribution will be allowed as a deduction from income on the tax return.

## Manitoba - Integration for 2022 calendar year<sup>1</sup>

Individuals		
	Tax rates <sup>2,3</sup>	Reference
Other income	50.40	A
Capital gains	25.20	B
Eligible dividends (actual amount)	37.78	C
Ineligible dividends (actual amount)	46.67	D

AB Corporation income tax rates for CCPCs <sup>7</sup> :		
	Tax rates <sup>2,3</sup>	Reference
ABI		
up to \$500,000	9.00	
over \$500,000	27.00	
Investment income	50.67	

Corporations - Active business income		
Eligible for the Small Business Deduction (SBD)	Tax rates <sup>3</sup>	Reference
Initial corporate tax	9.00	E
Tax on distribution (ineligible dividend)	42.47	
Combined tax	51.47	F
Deferral	<b>41.40</b>	A-E
Savings/(Cost) <sup>4</sup>	<b>(1.07)</b>	A-F
General income not eligible for SBD or M&P deduction		
Initial corporate tax	27.00	G
Tax on distribution (eligible dividend)	27.58	
Combined tax	54.58	H
Deferral	<b>23.40</b>	A-G
Savings/(cost) <sup>4</sup>	<b>(4.18)</b>	A-H

Canadian controlled private corporations - Canadian investment income <sup>5</sup>		
Interest income eligible for refundable part I tax	Tax rates <sup>3</sup>	Reference
Initial corporate tax	50.67	I
Net of NERDTOH refund	20.00	
Tax on distribution (ineligible dividend)	37.34	
Combined tax	57.34	J
Deferral (prepayment)	<b>(0.27)</b>	A-I
Savings/(cost) <sup>4</sup>	<b>(6.94)</b>	A-J
Capital gains eligible for refundable part I tax		
Initial corporate tax	25.34	K
Net of NERDTOH refund	10.00	
Tax on distribution (ineligible dividend) <sup>6</sup>	18.67	
Combined tax	28.67	L
Deferral (prepayment)	<b>(0.13)</b>	B-K
Savings/(cost) <sup>4</sup>	<b>(3.47)</b>	B-L
Dividend income subject to part IV tax		
Initial corporate tax	38.33	M
Net of Part IV tax refund	0.00	
Tax on distribution (ineligible dividend)	46.67	
Combined tax	46.67	N
Deferral (prepayment)	<b>8.34</b>	D-M
Savings/(cost) <sup>4</sup>	<b>0.00</b>	D-N

### Notes and assumptions:

- 1 All calculations are based on rate changes announced up to Nov 2, 2021.
- 2 All calculations are based on the top marginal federal-provincial personal tax rate.
- 3 Tax rates are expressed as a percentage.
- 4 This represents the tax savings/(costs) of distributing the after-tax corporate income as dividends as opposed to a salary/bonus.
- 5 This table assumes dividends can be paid fully to recover non-eligible or eligible RDTOH.
- 6 It is assumed that the non-taxable portion of the capital gain is distributed as a tax-free capital dividend.
- 7 Corporate tax rates do not factor in rules that grind the business limit or other rules that might impact the effective tax rate in a province. Please consider other items that may affect corporate tax rates in any given situation.



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