

More than just Saskatchewan 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 SK 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	1,196	5.98%	25.50%	12.75%	0.00%	16.52%
30,000	3,746	12.49%	25.50%	12.75%	0.00%	16.52%
40,000	6,296	15.74%	25.50%	12.75%	0.00%	16.52%
50,000	8,910	17.82%	27.50%	13.75%	2.04%	18.82%
60,000	12,199	20.33%	33.00%	16.50%	9.63%	25.14%
70,000	15,499	22.14%	33.00%	16.50%	9.63%	25.14%
80,000	18,799	23.50%	33.00%	16.50%	9.63%	25.14%
90,000	22,099	24.56%	33.00%	16.50%	9.63%	25.14%
100,000	25,399	25.40%	33.00%	16.50%	9.63%	25.14%
110,000	29,228	26.57%	38.50%	19.25%	17.22%	31.47%
120,000	33,078	27.56%	38.50%	19.25%	17.22%	31.47%
125,000	35,003	28.00%	38.50%	19.25%	17.22%	31.47%
150,000	44,955	29.97%	40.50%	20.25%	19.98%	33.77%
175,000	55,735	31.85%	43.88%	21.94%	24.65%	37.66%
200,000	66,705	33.35%	43.88%	21.94%	24.65%	37.66%
221,709	76,231	34.38%	47.50%	23.75%	29.64%	41.82%
300,000	113,419	37.81%	47.50%	23.75%	29.64%	41.82%
400,000	160,919	40.23%	47.50%	23.75%	29.64%	41.82%
500,000	208,419	41.68%	47.50%	23.75%	29.64%	41.82%

***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.

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
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CPP

Rate (employee/ employer) ¹	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 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.

Saskatchewan - Integration for 2022 calendar year¹

Individuals		
	Tax rates ^{2,3}	Reference
Other income	47.50	A
Capital gains	23.75	B
Eligible dividends (actual amount)	29.64	C
Ineligible dividends (actual amount) ⁸	41.82	D

SK Corporation income tax rates for CCPCs ¹⁰ :		
	Tax rates ^{2,3}	Reference
ABI		
up to \$500,000	9.50 ⁹	
\$500,000 to \$600,000	15.50 ⁹	
over \$600,000	27.00	
Investment income	50.67	

Corporations - Active business income		
Eligible for the Small Business Deduction (SBD)	Tax rates ³	Reference
Initial corporate tax	9.50	E
Tax on distribution (ineligible dividend)	37.85	
Combined tax	47.35	F
Deferral (prepayment)	38.00	A-E
Savings/(Cost) ⁴	0.15	A-F
General income not eligible for SBD or M&P deduction		
Initial corporate tax	27.00	G
Tax on distribution (eligible dividend)	21.64	
Combined tax	48.64	H
Deferral	20.50	A-G
Savings/(cost) ⁴	(1.14)	A-H
Eligible for the M&P Deduction (in excess of SBD)		
Initial corporate tax	25.00	O
Tax on distribution (eligible dividend)	22.23	
Combined tax	47.23	P
Deferral	22.50	A-O
Savings/(Cost) ⁴	0.27	A-P
Eligible for the Prov SBD (in excess of Fed SBD) ⁷		
Initial corporate tax	15.50	Q
Tax on distribution (eligible dividend)	25.05	
Combined tax	40.55	R
Deferral	32.00	A-Q
Savings/(Cost) ⁴	6.95	A-R

Canadian controlled private corporations - Canadian investment income ⁵		
Interest income eligible for refundable part I tax	Tax rates ³	Reference
Initial corporate tax	50.67	I
Net of NERDTH refund	20.00	
Tax on distribution (ineligible dividend)	33.46	
Combined tax	53.46	J
Deferral (prepayment)	(3.17)	A-I
Savings/(cost) ⁴	(5.96)	A-J
Capital gains eligible for refundable part I tax		
Initial corporate tax	25.34	K
Net of NERDTH refund	10.00	
Tax on distribution (ineligible dividend) ⁶	16.73	
Combined tax	26.73	L
Deferral (prepayment)	(1.59)	B-K
Savings/(cost) ⁴	(2.98)	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)	41.82	
Combined tax	41.82	N
Deferral (prepayment)	3.49	D-M
Savings/(cost) ⁴	0.00	D-N

Notes and assumptions:

- All calculations are based on rate changes announced up to Nov 2, 2021.
- All calculations are based on the top marginal federal-provincial personal tax rate.
- Tax rates are expressed as a percentage.
- This represents the tax savings/(costs) of distributing the after-tax corporate income as dividends as opposed to a salary/bonus.
- This table assumes dividends can be paid fully to recover non-eligible or eligible RDTH.
- It is assumed that the non-taxable portion of the capital gain is distributed as a tax-free capital dividend.
- The Saskatchewan small business deduction threshold (i.e. the business limit) was increased from \$500,000 to \$600,000 effective January 1, 2018.
- For non-eligible dividends received in 2022, the provincial dividend tax credit rate is increased from 1.695% to 2.105% (% of grossed-up dividend).
- Legislation was introduced to amend the small business rate as follows - Oct 1, 2020 to June 30, 2022: 0%; July 1, 2022 to June 30, 2023: 1%; July 1, 2023 onwards: 2%. This proposal was substantively enacted on Dec 7, 2020 and enacted on Dec 10, 2020.
- 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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