

Tax Facts for Ontario Residents

PERSONAL TAX BRACKETS FOR SALARY AND DIVIDENDS

		MARGINAL TAX RATE			
		Salary	Capital Gains	Public Company Dividends ⁽¹⁾⁽²⁾ 38% gross up	Private Company Dividends ⁽²⁾ 15% gross up
2025 Taxable Income	2025 / 2024	2025 / 2024	2025 / 2024	2025 / 2024	
\$1 - \$16,129	0.00%	0.00%	0.00%	0.00%	0.00%
\$16,130 - \$52,886	20.05%	10.03%	0.00%	0.00%	9.24%
\$52,887 - \$57,375	24.15%	12.08%	0.00%	0.00%	13.95%
\$57,376 - \$93,132	29.65%	14.83%	6.39%	6.39%	20.28%
\$93,133 - \$105,775	31.48%	15.74%	8.92%	8.92%	22.38%
\$105,776 - \$109,727	33.89%	16.95%	12.24%	12.24%	25.16%
\$109,728 - \$114,750	37.91%	18.96%	17.79%	17.79%	29.78%
\$114,751 - \$150,000	43.41%	21.71%	25.38%	25.38%	36.10%
\$150,001 - \$177,882	44.97%	22.49%	27.53%	27.53%	37.90%
\$177,883 - \$220,000	48.29%	24.15%	32.11%	32.11%	41.72%
\$220,001 - \$253,414	49.85%	24.93%	34.26%	34.26%	43.51%
Greater than \$253,415	53.53%	26.77%	39.34%	39.34%	47.74%

(1) Includes dividends from CCPCs from income in excess of \$500,000 business limit

(2) Marginal rates are based on cash dividends received, not grossed-up taxable amount

TAX RATES ON CORPORATE INCOME

		2025	2024
CCPC Active Income	< \$500,000	12.20%	12.20%
	> \$500,001	26.50%	26.50%
CCPC Investment Income	Interest ⁽³⁾	50.17%	50.17%
	Refundable tax	30.67%	30.67%
	Capital Gains ⁽³⁾	25.08%	25.08%
	Refundable tax	15.34%	15.34%

(3) A portion of these taxes are refundable on payment of taxable dividends at different rates, depending on certain facts. Speak to your GGFL advisor for more details.

CLAWBACK OF OLD AGE SECURITY

	2025	2024
OAS Benefit (ages 65 to 74)	\$ 8,732	\$ 8,618
Clawback for income greater than:	\$ 93,454	\$ 90,997
No benefit for income greater than:	\$ 151,668	\$ 148,451
OAS Benefit (ages 75 and over)	\$ 9,605	\$ 9,480
Clawback for income greater than:	\$ 93,454	\$ 90,997
No benefit for income greater than:	\$ 157,489	\$ 154,196

TFSA LIMIT

Lifetime Contribution	Annual Limit	
	2025	2024
\$102,000	\$7,000	\$7,000

RRSP LIMITS

	2025	2024
RRSP Deduction Limit	\$32,490	\$31,560
Income Required to Maximize RRSP	\$180,500	\$175,333
Deadline - 60 days after year end	Mar 1	Mar 1

CPP LIMITS

Year	CPP Limit	Maximum Pensionable Earnings	CPP2 Limit	Maximum Pensionable Earnings
2025	\$4,034.10	\$71,300	\$396	\$81,200
2024	\$3,867.50	\$68,500	\$188	\$73,200

EI MAXIMUM

Employee	Employer	Maximum Pensionable Earnings
\$1,077.48	\$1,508.47	\$65,700
\$1,049.12	\$1,468.77	\$63,200

EHT EXEMPTION

Payroll <\$5 Million
\$1,000,000
\$1,000,000

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PRESCRIBED INTEREST RATES ⁽⁴⁾

	Q1	Q2	Q3	Q4
2025	4%	4%	3%	TBD
2024	6%	6%	5%	5%

(4) These rates are for shareholder loans; for refunds add 2%; for overdue balances add 4%

AUTOMOBILE AMOUNTS

Claim Description	2025	2024
Tax-exempt car reimbursements:		
• first 5,000 km	\$0.72/km	\$0.70/km
• after 5,000 km	\$0.66/km	\$0.64/km
CCA threshold—Class 10.1	\$38,000	\$37,000
CCA threshold—Class 54 zero-emission	\$61,000	\$61,000
Interest expense limit	\$350/mth	\$350/mth
Leasing limit per month	\$1,100+txs	\$1,050+txs
Operating cost benefit (standby charge)	\$0.34/km	\$0.33/km

CAPITAL GAINS ON QUALIFIED SMALL BUSINESS SHARES OR QUALIFIED FARMING & FISHING PROPERTY

	2025	2024
Lifetime Exemption (before June 25, 2024)	N/A	\$1,016,836
Lifetime Exemption (on or after June 25, 2024)	\$1,250,000	\$1,250,000

PENSION SPLITTING WITH SPOUSES

	65 or Older	Under 65
Pension Annuity Payments	Yes	Yes
RRIF Payments	Yes	No ⁽⁵⁾
RRSP Annuity Payments	Yes	No ⁽⁵⁾
RRSP Lump-Sum Withdrawals	No	No
Canada Pension Plan Benefits	No	No
Old Age Security Benefits	No	No

(5) Except if received due to the death of a spouse

TAX FILINGS / INSTALMENTS

DUE DATE ⁽⁶⁾

Corporate Tax Returns (T2)	6 months after year end
Corporate final tax payment for the current fiscal year:	
• For CCPC and its associated corporations with total taxable income below business limit	3 months after year end
• For all other companies, such as holding companies	2 months after year end
Corporate Instalment Due Dates	
• Monthly	Last day of the month
• Quarterly, for eligible CCPCs December year end	March 31, June 30, September 30, and December 31
T4 Return—Summary of Remuneration Paid	Last day in February
T5 Return—Return of Investment Income (interest and dividends)	Last day in February
Trust Returns (T3)	90 days after year end
Personal Tax Returns (T1):	
• Individual	April 30
• Individual with self-employment income	June 15
• Taxes Payable	April 30
Instalment Due Dates: Personal Tax and Trust & Estates	Q1 (March 15) ; Q2 (June 15); Q3 (September 15); Q4 (December 15)
HST Return - Annual Filer	3 months after year end
HST Return - Quarterly Filer	1 month after end of quarter
HST Instalments Due Dates : Annual Filer December year end	Q1 (April 30); Q2 (July 31); Q3 (October 31); Q4 (January 31 of the following year)
EHT Instalments (Payroll > \$1.2M, tax years starting in 2021)	Monthly
EHT Return	March 15 of the following year

(6) If a Due Date falls on a Saturday, Sunday or public holiday, the Due Date will be the next business day.

The information provided in this publication is intended for general purposes only. Care has been taken to ensure the information herein is accurate; however, no representation is made as to the accuracy thereof. The information should not be relied upon to replace specific professional advice.