

## Nova Scotia

### Combined federal and provincial personal income tax rates - 2019<sup>1</sup>

Taxable income			Nova Scotia				
Lower limit	to	Upper limit	Basic tax <sup>2</sup>	Rate on excess	Marginal rate on		
					Eligible dividend income <sup>3</sup>	Other dividend income <sup>3</sup>	Capital gains <sup>4</sup>
\$ -	to	\$ 11,894	-	0.00%	0.00%	0.00%	0.00%
11,895	to	12,069	-	8.79%	0.00%	6.67%	4.40%
12,070	to	15,000	15	23.79%	0.00%	13.53%	11.90%
15,001	to	21,000 <sup>5</sup>	713	28.79%	6.82%	19.28%	14.40%
21,001	to	29,590	2,440	23.79%	0.00%	13.53%	11.90%
29,591	to	47,630	4,484	29.95%	8.42%	20.62%	14.98%
47,631	to	59,180	9,887	35.45%	15.98%	26.94%	17.73%
59,181	to	93,000	13,981	37.17%	18.35%	28.92%	18.59%
93,001	to	95,259	26,552	38.00%	19.50%	29.87%	19.00%
95,260	to	147,667	27,410	43.50%	27.09%	36.20%	21.75%
147,668	to	150,000	50,208	46.50%	31.23%	39.65%	23.25%
150,001	to	210,371	51,293	50.00%	36.06%	43.67%	25.00%
210,372	and up		81,478	54.00%	41.58%	48.27%	27.00%

1. The tax rates reflect budget proposals and news releases to 15 June 2019. Where the tax is determined under the alternative minimum tax provisions (AMT), the above table is not applicable. AMT may be applicable where the tax otherwise payable is less than the tax determined by applying the relevant AMT rate to the individual's taxable income adjusted for certain preference items.
2. The tax determined by the table should be reduced by the applicable federal and provincial tax credits (see chart below), other than the basic personal tax credits, which have been reflected in the calculations.
3. The rates apply to the actual amount of taxable dividends received from taxable Canadian corporations. Eligible dividends are those paid by public corporations and private companies out of earnings that have been taxed at the general corporate tax rate (the dividend must be designated by the payor corporation as an eligible dividend). Where the dividend tax credit exceeds the federal and provincial tax otherwise payable on the dividends, the rates do not reflect the value of the excess credit that may be used to offset taxes payable from other sources of income. This assumption is consistent with prior year rates.
4. The rates apply to the actual amount of the capital gain. The capital gains exemption on qualified farm and fishing property and small business corporation shares may apply to eliminate the tax on those specific properties.
5. Individuals resident in Nova Scotia on 31 December 2019 with taxable income up to \$11,894, pay no provincial income tax as a result of a low income tax reduction. The low-income tax reduction is clawed back for income in excess of \$15,000 until the reduction is eliminated, resulting in an additional 5% of provincial tax on income between \$15,001 and \$21,000.

A chart of the most common non-refundable tax credits is available on the next page

Source: Ernst & Young Electronic Publishing Services Inc.

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### Federal and provincial personal tax credits - 2019<sup>1</sup>

	Federal credit	Provincial credit
Amount of credits:		
Basic personal credit (see note 2 above) <sup>2, 3</sup>	\$ 1,810	\$ 745
Spousal credit (reduced when spouse's income over \$0 (federal) and \$848 (provincial)) <sup>2, 3</sup>	1,810	745
Equivalent-to-spouse credit (reduced when dependant's income over \$0 (federal) and \$848 (provincial)) <sup>2, 3</sup>	1,810	745
Infirm dependant aged 18 or over (reduced when dependant's income over \$5,683 (provincial))	-	246
Caregiver credit (reduced when the particular person's income exceeds \$16,766 (federal) and \$13,677 (provincial))	1,071	431
Age credit (65 and over) <sup>4</sup>	1,124	364
Disability credit	1,262	645
Pension income (maximum)	300	103
Education - per month	-	18
Canada employment credit	183	-
Credits as a percentage of:		
Tuition fees	15.00%	8.79%
Medical expenses <sup>5</sup>	15.00%	8.79%
Charitable donations		
- First \$200	15.00%	8.79%
- Remainder <sup>6</sup>	29% / 33%	21.00%
CPP contributions <sup>7</sup>	15.00%	8.79%
El premiums	15.00%	8.79%

1. This table lists the most common non-refundable tax credits; other non-refundable and refundable credits may be available.
2. An enhanced provincial basic personal credit, spousal credit and equivalent-to-spouse credit may be available for individuals with taxable income under \$25,000, resulting in a tax credit of \$264. The enhanced tax credits are gradually reduced and eliminated when taxable income reaches \$75,000.
3. A federal caregiver tax credit of \$335 may be available in respect of a spouse, dependant or child who is dependent on the individual by reason of mental or physical infirmity.
4. The maximum federal age credit of \$1,124 occurs at \$37,790 of net income and declines to nil as net income rises to \$87,750. The maximum provincial age credit of \$364 occurs at \$30,828 of net income and declines to nil as net income rises to \$58,435. Also, an enhanced provincial age credit is available for individuals with taxable income under \$25,000, resulting in a tax credit of \$129. The enhanced tax credit is gradually reduced and eliminated when taxable income reaches \$75,000.
5. The federal credit applies to eligible medical expenses that exceed the lesser of \$2,352 and 3% of net income. The provincial credit applies to eligible medical expenses that exceed the lesser of \$1,637 and 3% of net income.
6. The federal tax credit rate of 33% applies to charitable donations in excess of \$200 to the extent the individual has taxable income in excess of \$210,371; otherwise, a federal tax credit rate of 29% applies.
7. One-half of CPP paid by self-employed individuals is deductible in computing taxable income.