

## New Brunswick

### Combined federal and provincial personal income tax rates - 2022<sup>1</sup>

Taxable income		New Brunswick				
Lower limit	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 \$ 14,398	\$ -	0.00%	0.00%	0.00%	0.00%
14,399	to 19,177	-	15.00%	0.00%	6.87%	7.50%
19,178	to 42,544 <sup>5</sup>	717	27.40%	0.00%	17.96%	13.70%
42,545	to 44,887	7,119	24.40%	0.00%	14.51%	12.20%
44,888	to 50,197	7,691	29.82%	1.13%	20.75%	14.91%
50,198	to 89,775	9,274	35.32%	8.69%	27.07%	17.66%
89,776	to 100,392	23,253	37.02%	11.04%	29.03%	18.51%
100,393	to 145,955	27,184	42.52%	18.63%	35.35%	21.26%
145,956	to 155,625	46,557	43.84%	20.45%	36.87%	21.92%
155,626	to 166,280 <sup>6</sup>	50,797	47.22%	25.12%	40.76%	23.61%
166,281	to 221,708 <sup>6</sup>	55,828	49.68%	28.51%	43.59%	24.84%
221,709	and up	83,365	53.30%	33.51%	47.75%	26.65%

1. The tax rates reflect budget proposals and news releases to December 1, 2022. 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 (see Note 6 below).
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 New Brunswick on December 31, 2022 with taxable income up to \$19,177 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 \$19,177 until the reduction is eliminated, resulting in an additional 3% of provincial tax on income between \$19,178 and \$42,544.
6. The federal basic personal amount comprises two elements: the base amount (\$12,719 for 2022) and an additional amount (\$1,679 for 2022). The additional amount is reduced for individuals with net income in excess of \$155,625 and is fully eliminated for individuals with net income in excess of \$221,708. Consequently, the additional amount is clawed back on net income in excess of \$155,625 until the additional tax credit of \$252 is eliminated; this results in additional federal income tax (e.g., 0.38% on ordinary income) on net income between \$155,626 and \$221,708.

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



## New Brunswick

### Federal and provincial personal tax credits - 2022<sup>1</sup>

	Federal credit	Provincial credit
Amount of credits:		
Basic personal credit (see notes 2 and 6 above) <sup>2,3</sup>	\$ 1,908	\$ 1,102
Spousal credit (reduced when spouse's income over \$0 (federal) and \$919 (provincial)) <sup>2,3</sup>	1,908	863
Equivalent-to-spouse credit (reduced when dependant's income over \$0 (federal) and \$919 (provincial)) <sup>2,3</sup>	1,908	863
Infirm dependant aged 18 or over (reduced when dependant's income over \$7,248 (provincial))	-	480
Caregiver credit (reduced when the particular person's income exceeds \$17,670 (federal) and \$17,447 (provincial))	1,129	480
Age credit (65 and over) <sup>4</sup>	1,185	497
Disability credit <sup>5</sup>	1,331	823
Pension income (maximum)	300	94
Canada employment credit	193	-
Credits as a percentage of:		
Tuition fees	15.00%	9.40%
Medical expenses <sup>6</sup>	15.00%	9.40%
Charitable donations		
- First \$200	15.00%	9.40%
- Remainder <sup>7</sup>	29% / 33%	17.95%
CPP contributions <sup>8</sup>	15.00%	9.40%
EI premiums	15.00%	9.40%

1. This table lists the most common non-refundable tax credits; other non-refundable and refundable credits may be available.
2. The federal tax value of the basic personal credit, the spousal credit and the equivalent-to-spouse credit represents the amount available to taxpayers in the highest tax bracket. An additional amount may be available for individuals with net income below \$221,708 (see Note 6 to the chart above).
3. A federal caregiver tax credit of \$352 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 \$1,185 occurs at \$39,826 of net income and declines to nil as net income rises to \$92,480. The maximum provincial age credit of \$497 occurs at \$39,321 of net income and declines to nil as net income rises to \$74,535.
5. A federal supplement of \$776 is available for an individual who is under 18 years of age, reduced by the total child care and attendant care expenses claimed for the individual in excess of \$3,030. A provincial supplement of \$480 is available for an individual who is under 18 years of age, reduced for the total child care and attendant care expenses claimed for the individual in excess of \$2,992.
6. The federal credit applies to eligible medical expenses that exceed the lesser of \$2,479 and 3% of net income. The provincial credit applies to eligible medical expenses that exceed the lesser of \$2,447 and 3% of net income.
7. 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 \$221,708; otherwise, a federal tax credit rate of 29% applies.
8. One-half of CPP paid by self-employed individuals is deductible in computing taxable income.