

Marginal Personal Tax Rates on Various Income Types in BC, Canada

For the Taxation Year 2007

Prepared from info. available as of Jan 1, 08. Brackets assume that only the basic personal credit is available.

Income Range			Salary & Interest	Capital Gains	Eligible Dividends**	Other Dividends**	
\$ -	to	\$ 9,600	0.00%	0.00%	0.00%	0.00%	
\$ 9,601	to	\$ 34,397	20.70%	10.35%	0.00%	2.83%	
\$ 34,398	to	\$ 37,178	23.65%	11.83%	0.00%	6.52%	
\$ 37,179	to	\$ 68,794	30.65%	15.33%	3.10%	15.27%	
\$ 68,795	to	\$ 74,357	33.10%	16.55%	3.10%	18.33%	
\$ 74,358	to	\$ 78,984	37.10%	18.55%	8.90%	23.33%	
\$ 78,985	to	\$ 95,909	39.00%	19.50%	11.65%	25.71%	
\$ 95,910	to	\$ 120,887	40.70%	20.35%	14.11%	27.83%	
\$ 120,888		And over	43.70%	21.85%	18.46%	31.58%	
Top combined							
			2005	43.70%	21.85%	NIL	31.58%
			2006	43.70%	21.85%	18.46%	31.58%

** For individual with no income other than taxable Canadian dividends which are eligible for the dividend tax credit, approx. \$34,475 non-eligible dividends or \$49,000 eligible dividends can be earned in 2007 before any taxes are payable.

This material is general in nature and should not be relied upon to replace the requirement of specific professional advice. Please contact me prior to acting on the basis of any information included in this report.

Important Dates / Timelines for filing of your 2007 Tax Return

December 2007:	<ul style="list-style-type: none"> Update automobile mileage record Contribute to RESPs Convert your RRSP to a RRIF, if you have turned 71 in 2007, otherwise, your entire RRSP being considered taxable Make on last top-up contribution to your RRSP, if you have turned 71 in 2007 Make sure that all donations are made by December 31, 2007 in order to realize the tax benefits on your 2007 return Consider to make gifts of listed securities such as common shares and mutual funds to registered charities in order to receive a special tax benefit Review your investment portfolio to determine any equities for which you want to lock in the losses before December 21, 2007
January 2008:	<ul style="list-style-type: none"> Have employer complete T2200 if planning to deduct employment expenses Gather your personal tax information
February 2008:	<ul style="list-style-type: none"> File T4s and T4 Summary by February 29, 2008 Make 2007 RRSP contribution by February 29, 2008
March 2008:	<ul style="list-style-type: none"> Arrange an appointment with us in early or middle of March
April 2008:	<ul style="list-style-type: none"> Best to contact our office before April 4, 2008 to ensure returns file in a timely manner April 30, 2008 is the filing deadline for personal tax return if you have tax payable or not carrying on a business in 2007

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