

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

For the Taxation Year 2008

*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	\$ 35,016	20.24%	10.12%	0.00%	2.26%	
\$ 35,017	to	\$ 37,885	22.98%	11.49%	0.00%	5.68%	
\$ 37,886	to	\$ 70,033	29.98%	14.99%	0.00%	14.43%	
\$ 70,034	to	\$ 75,769	32.50%	16.25%	2.22%	17.58%	
\$ 75,770	to	\$ 80,406	36.50%	18.25%	8.02%	22.58%	
\$ 80,407	to	\$ 97,636	38.29%	19.15%	10.62%	24.82%	
\$ 97,637	to	\$ 123,184	40.70%	20.35%	14.11%	27.83%	
\$ 123,185		And over	43.70%	21.85%	18.46%	31.58%	
<b>Top combined</b>							
			2006	43.70%	21.85%	18.46%	31.58%
			2007	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. \$37,750 non-eligible dividends or \$49,600 eligible dividends can be earned in 2008 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 2008 Tax Return**

December 2008:	<ul style="list-style-type: none"> <li>• Update automobile mileage record</li> <li>• Contribute to RESPs</li> <li>• Convert your RRSP to a RRIF, if you have turned 71 in 2008, otherwise, your entire RRSP being considered taxable</li> <li>• Make on last top-up contribution to your RRSP, if you have turned 71 in 2008</li> <li>• Make sure that all donations are made by December 31, 2008 in order to realize the tax benefits on your 2008 return</li> <li>• 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</li> <li>• Review your investment portfolio to determine any equities for which you want to lock in the losses before December 20, 2008</li> </ul>
January 2009:	<ul style="list-style-type: none"> <li>• Have employer complete T2200 if planning to deduct employment expenses</li> <li>• Gather your personal tax information</li> </ul>
February 2009:	<ul style="list-style-type: none"> <li>• File T4s and T4 Summary by February 28, 2009</li> <li>• Make 2008 RRSP contribution by February 28, 2009</li> </ul>
March 2009:	<ul style="list-style-type: none"> <li>• Arrange an appointment with us in early or middle of March</li> </ul>
April 2009:	<ul style="list-style-type: none"> <li>• Best to contact our office before April 3, 2009 to ensure returns file in a timely manner</li> <li>• April 30, 2009 is the filing deadline for personal tax return if you have tax payable or not carrying on a business in 2008</li> </ul>

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*For more information, please visit our web site at [www.kyipcga.com](http://www.kyipcga.com).*