



2011-2012 TAX FACTS FOR ALBERTA RESIDENTS

TAX RATES ON CORPORATE INCOME FOR 2012 AND 2011

CCPC Active Income	Dec 2012	Dec 2011
\$ 0—\$ 500,000	14.00%	14.00%
> \$ 500,000	25.00%	26.50%
CCPC Investment Income		
Interest	44.67%	44.67%
Interest (net of refundable taxes)	18.00%	18.00%
Capital Gains	22.33%	22.33%
Capital Gains (net of refundable taxes)	9.00%	9.00%

RRSP LIMITS

Year	RRSP Deduction Limit	Prior Year Earned Income Required to Maximize RRSP
2013	\$ 23,820	\$ 132,333
2012	\$ 22,970	\$ 127,611
2011	\$ 22,450	\$ 124,722

CPP & EI LIMITS

Year	CPP Limit	Maximum Pensionable Earnings	EI—Employee Limit	EI—Employer Limit	EI—Maximum Insurable Earnings
2012	\$ 2,306.70	\$ 50,100	\$ 839.97	\$ 1,175.96	\$ 45,900
2011	\$ 2,217.60	\$ 48,300	\$ 786.76	\$ 1,101.46	\$ 44,200

Note: Employer and employees pay the same CPP amount.

PRESCRIBED INTEREST RATES

(Note: These rates are for overdue balances, refunds subtract 2%, corporate refunds (after Jul1/10) and shareholder loans subtract 4%)

Quarter	2012	2011	2010
1st quarter	5%	5%	5%
2nd quarter		5%	5%
3rd quarter		5%	5%
4th quarter		5%	5%

AUTOMOBILE AMOUNTS

Claim Description	2012	2011
Tax-exempt vehicle allowances		
—first 5,000 km	53 cents/km	52 cents/km
—after 5,000 km	47 cents/km	46 cents/km
<small>(Note: the rates are 4 cents/km higher in Yukon, Nunavut, and the Northwest Territories)</small>		
CCA threshold—Class 10.1	\$30,000	\$30,000
Interest expense limit	\$300/month	\$300/month
Leasing limit per month (subject to further limitations)	\$800/mo+taxes	\$800/mo+taxes
Operating expense benefit re: standby charge—general rate	26 cents/km	24 cents/km

PERSONAL TAX BRACKETS FOR SALARY AND DIVIDENDS IN 2012

Taxable Income	Marginal Tax Rate On Salary	Marginal Tax Rate on Ineligible Dividends	Marginal Tax Rate on Eligible Dividends
\$ 0—\$ 10,822	0.00%	0.00%	0.00%
\$10,822—\$ 17,282	15.00%	2.08%	0.00%
\$17,282—\$ 42,707	25.00%	10.20%	0.00%
\$42,707—\$ 85,414	32.00%	18.96%	9.63%
\$85,414—\$132,406	36.00%	23.96%	15.15%
> \$132,406	39.00%	27.71%	19.29%

PENSION SPLITTING WITH SPOUSES

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

* Except if received due to the death of a spouse

CLAWBACK OF OLD AGE SECURITY

Year	Start of Clawback @ 15% of the amount by which Net Income exceeds
2012	\$69,562
2011	\$67,668

COMMON PERSONAL TAX CREDITS

	Federal		Alberta	
	2012	2011	2012	2011
Basic personal amount	\$10,822	\$10,527	\$17,282	\$16,977
Spousal amount or eligible dependant amount (maximum)	\$10,822	\$10,527	\$17,282	\$16,977
Amount for children (must be under 18 at end of year)	\$ 2,191	\$ 2,131	\$ 0	\$ 0
Age amount (maximum)	\$ 6,720	\$ 6,537	\$ 4,816	\$ 4,731
Pension income amount (maximum)	\$ 2,000	\$ 2,000	\$ 1,331	\$ 1,307
Disability amount	\$ 7,546	\$ 7,341	\$13,331	\$13,095
Canada employment amount (maximum)	\$ 1,095	\$ 1,065	\$ 0	\$ 0

Note: Above federal tax credits are applied at 15% and Alberta tax credits are applied at 10%.

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