



2021 Key Facts and Figures

SAVINGS

\$27,830 RRSP contribution ¹	\$6,000 TFSA contribution ²	\$2,500 RESP contribution to maximize CESG ³
---	--	--

RETIREMENT

\$770/mo Maximum CPP retirement benefit at 60	\$1,204/mo Maximum CPP retirement benefit at 65	\$1,709/mo Maximum CPP retirement benefit at 70
\$615/mo Maximum OAS pension at 65	\$837/mo Maximum OAS pension at 70	\$79,845 Net income at which OAS pension becomes partially repayable ⁴

INCOME

100% taxable	50% inclusion rate	38% gross up	15% gross up
		15% tax credit ⁵	9% tax credit ⁵
Other income (salary/ interest)	Capital gains	Eligible dividends	Non-eligible dividends

2021 FEDERAL TAX CREDITS

The federal tax credit rate is 15% unless otherwise stated

Federal Tax Credit	Amount	
Basic/Spouse/ Partner	\$13,808	
Age (65+)	\$7,713	
Disability	\$8,662	
Pension income	\$2,000	
Medical expenses	Lesser of 3% of net income or \$2,421	
Charitable Donations ⁶	Donations < \$200	15%
	Donations > \$200	29%
Income > \$216,511	Donations > \$200	33%

2021 LIFETIME CAPITAL GAIN EXEMPTION (LCGE)

Qualifying Property	LCGE	Deduction Limit
Qualified small business corporation shares (QSBC)	\$892,218	\$446,109
Qualified farm or fishing property (QFFP)	\$1,000,000	\$500,000

¹ RRSP contribution limit is 18% of 2020's earned income to a maximum of \$27,830, plus RRSP contribution room carried forward from 2019.

² TFSA cumulative contribution limit is \$75,500, plus previous years withdrawals, less previous years contributions.

³ Canada Education Savings Grant (CESG) of 20% awarded on RESP contributions up to annual limit of \$500. The lifetime RESP contribution limit per beneficiary is \$50,000, and CESG per beneficiary is \$7,200.

⁴ OAS pension benefits are subject to a recovery tax of 15% on every dollar of net income in excess of the 2021 net income threshold of \$79,845. The pension is fully repayable when net income exceeds \$129,074.

⁵ Federal gross-up and dividend tax credit. Tax credit is assessed on the grossed-up dividend amount.

⁶ Donation tax credit may be claimed up to 75% of net income, or 100% of net income in the year of death or the year preceding death.



2021 COMBINED PRINCE EDWARD ISLAND/ FEDERAL TAX BRACKETS AND RATES

2021 Taxable Income	2021 Marginal Tax Rates			
	Other Income (salary/interest)	Capital Gains	Canadian Dividends	
			Eligible	Non-Eligible
first \$13,808	0.00%	0.00%	0.00%	0.00%
\$13,809 - \$14,071	15.00%	7.50%	-0.03%	6.87%
\$14,072 - \$17,000	24.80%	12.40%	-1.00%	14.99%
\$17,001 - \$24,000	29.80%	14.90%	5.90%	20.74%
\$24,000 - \$31,984	24.80%	12.40%	-1.00%	14.99%
\$31,985 - \$49,020	28.80%	14.40%	4.53%	19.59%
\$49,021 - \$63,969	34.30%	17.15%	12.12%	25.92%
\$63,970 - \$98,040	37.20%	18.60%	16.12%	29.26%
\$98,041 - \$99,490	42.70%	21.35%	23.71%	35.58%
\$99,491 - \$151,978	44.37%	22.19%	24.56%	37.19%
\$151,979 - \$216,511	47.69%	23.85%	29.15%	41.01%
over \$216,511	51.37%	25.69%	34.22%	45.24%

BASIC PERSONAL AMOUNT

	2021 Personal Amount	2021 Tax Rate
Prince Edward Island	\$10,500	9.80%
Federal	\$13,808	15.00%

AVERAGE VS MARGINAL TAX RATES (COMBINED PRINCE EDWARD ISLAND/FEDERAL)

Other Income (salary/interest)	Average Tax Rate	Marginal Tax Rate
\$50,000	20.15%	34.30%
\$100,000	28.38%	44.37%
\$150,000	33.71%	44.37%
\$200,000	37.17%	47.69%
\$250,000	39.77%	51.37%

Marginal tax rate: the tax rate applied on an additional \$1 of income.

Average (effective) tax rate: the actual tax paid as a percentage of taxable income.

PRINCE EDWARD ISLAND PROBATE FEES

Value of the estate	Probate Fees	
<\$10,001	\$50	
\$10,001 - \$25,000	\$100	
\$25,001 - \$50,000	\$200	
\$50,001 - \$100,000	\$400	
>\$100,000	first \$100,000	\$400
	value > \$100,000	0.4%

2021 TAX DATES

Personal tax instalments due	March 15, 2021	June 15, 2021
	September 15, 2021	December 15, 2021
Individual tax filing deadline	April 30, 2021	
Self-employed tax filing deadline	June 15, 2021	
Interest on prescribed rate loan due	January 30, 2022	
2021 RRSP contribution deadline	March 1, 2022	