



# 2023 TAX PLANNING CARD

## ALBERTA



## 2023 Key Facts & Figures

### Savings

**\$30,780**

RRSP contribution<sup>1</sup>

**\$6,500**

TFSA contribution<sup>2</sup>

**\$2,500**

RESP contribution to maximize CESG<sup>3</sup>

### Retirement

**\$836/mo**

Maximum CPP retirement benefit if started at 60

**\$1,307/mo**

Maximum CPP retirement benefit if started at 65

**\$1,855/mo**

Maximum CPP retirement benefit if deferred to 70

**\$688/mo**

Maximum OAS pension if started at 65<sup>4</sup>

**\$935/mo**

Maximum OAS pension if deferred to 70<sup>4</sup>

**\$81,761**

Net income at which OAS pension becomes partially repayable<sup>5</sup>

### Income

**Other income\***

**100%**

Taxable

**Capital gains**

**50%**

Inclusion rate

**Eligible dividends**

**38%**

Gross up

**15%**

Tax credit<sup>6</sup>

**Non-eligible dividends**

**15%**

Gross up

**9%**

Tax credit<sup>6</sup>

\* (salary/interest)

<sup>1</sup> RRSP contribution limit is 18% of 2022's earned income to a maximum of \$30,780 plus RRSP contribution room carried forward from 2021. The contribution limit is adjusted for individuals with a pension plan.

<sup>2</sup> TFSA cumulative contribution limit is \$88,000, plus previous years' withdrawals, less previous years' contributions.

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

<sup>4</sup> The OAS pension automatically increases by 10% for seniors aged 75 and over.

<sup>5</sup> OAS pension benefits are subject to a tax of 15% on every dollar of net income in excess of the 2022 net income threshold of \$81,761. The pension is fully repayable when net income exceeds \$134,626.

### 2023 Federal Tax Credits

The federal tax credit rate is 15% unless otherwise stated

Federal Tax Credit	Amount	Tax Savings
Basic/Spouse/ Partner <sup>7</sup>	\$15,000	\$2,250
Age (65+) <sup>8</sup>	\$8,396	\$1,259
Disability	\$9,428	\$1,414
Pension income	\$2,000	\$300 <sup>9</sup>
Medical expenses	Lesser of 3% of net income or \$2,635	\$395
Charitable Donations <sup>10</sup>	Donations ≤ \$200	15% <sup>10</sup>
	Donations > \$200	29%
Income > \$235,675	Donations > \$200	33%

### 2023 Lifetime Capital Gain Exemption (LCGE)

Qualifying Property	LCGE	Deduction Limit
Qualified small business corporation shares (QSBC)	\$971,190	\$485,595
Qualified farm or fishing property (QFFP)	\$1,000,000	\$500,000

<sup>6</sup> Federal gross-up and dividend tax credit. Tax credit is assessed on the grossed-up dividend amount.

<sup>7</sup> \$15,000 is the Base Personal Amount for taxpayers with net income of up to \$165,430. At net income above \$165,430, the basic personal amount is gradually clawed back to \$13,521.

<sup>8</sup> Seniors aged 65, or older, can claim the age credit. If net income is between \$42,335 and \$98,305 a partial claim can be made. If net income is in excess of \$98,305, no claim can be made.

<sup>9</sup> The full pension income amount of \$300 may be claimed on the first \$2,000 of eligible pension income received.

<sup>10</sup> 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.

Facts and figures as of July 1, 2023



# 2023 TAX PLANNING CARD

## ALBERTA



### 2023 Combined Alberta/Federal Tax Brackets And Rates

2023 Taxable Income	2023 Marginal Tax Rates			
	Other Income (salary/interest)	Capital Gains	Canadian Dividends	
			Eligible	Non-Eligible
first \$53,359	25.00%	12.50%	2.57%	15.86%
\$53,360 - \$106,717	30.50%	15.25%	10.16%	22.18%
\$106,718 - \$142,292	36.00%	18.00%	17.75%	28.51%
\$142,293 - \$165,430	38.00%	19.00%	20.51%	30.81%
\$165,431 - \$170,751	41.32%	20.66%	25.09%	34.63%
\$170,752 - \$227,668	42.32%	21.16%	26.47%	35.78%
\$227,669 - \$235,675	43.32%	21.66%	27.85%	36.93%
\$235,676 - \$341,502	47.00%	23.50%	32.93%	41.16%
\$341,503 and over	48.00%	24.00%	34.31%	42.31%

### Basic Personal Amount

	2023 Personal Amount	2023 Tax Rate
Alberta	\$21,003	10.00%
Federal	\$15,000	15.00%

The information contained herein has been provided for information purposes only. The information does not provide financial, legal, tax or investment advice. Wellington-Altus Financial Inc. (Wellington-Altus) is the parent company to Wellington-Altus Private Wealth (WAPW), Wellington-Altus Private Counsel Inc. (WAPC), Wellington-Altus Insurance Inc. (WAI) and Wellington-Altus USA. Wellington-Altus (WA) does not guarantee the accuracy or completeness of the information contained herein. WAPW is a member of the Canadian Investor Protection Fund and the Investment Industry Regulatory Organization of Canada. ©2023, Wellington-Altus Private Wealth Inc., Wellington-Altus Private Counsel Inc., Wellington-Altus Insurance Inc. and Wellington-Altus USA. ALL RIGHTS RESERVED. NO USE OR REPRODUCTION WITHOUT PERMISSION. [www.wellington-altus.ca](http://www.wellington-altus.ca).

### Average vs Marginal Tax Rates (Combined Alberta/Federal)

Other Income (salary/interest)	Average Tax Rate	Marginal Tax Rate
\$50,000	16.30%	25.00%
\$100,000	23.21%	30.50%
\$150,000	27.33%	38.00%
\$200,000	30.72%	42.38%
\$250,000	33.34%	47.00%

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

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

### Alberta Probate Fees

Value of the Estate	Probate Fees
<\$10,000	\$35
\$10,001 - \$25,000	\$135
\$25,001 - \$125,000	\$275
\$125,001 - \$250,000	\$400
>\$250,001	\$525

### 2023 Tax Dates

Personal tax instalments due	March 15, 2023	June 15, 2023
	September 15, 2023	December 15, 2023
Individual tax filing deadline	May 1, 2023	
Self-employed tax filing deadline	June 15, 2023	
Interest on prescribed rate loan due	January 30, 2024	
2023 RRSP contribution deadline	February 29, 2024	