

2026 TAX FACTS FOR NEWFOUNDLAND & LABRADOR RESIDENTS

CORPORATE TAX RATES

	2026	2025
CCPC Active Income		
Small Bus Limit (\$500k max)	11.5%	11.5%
> Sm Bus Limit \$500,001	30.0%	30.0%
CCPC Investment Income		
Interest	53.7%	53.7%
Capital Gains	26.9%	26.9%
Dividends (Part IV)	38.3%	38.3%
Refund: \$1 refund per dividends of	\$2.61	\$2.61

(Note: CCPC = Canadian Controlled Private Corporation)

RRSP LIMIT

Year	RRSP Deduction Limit	Prior Year Earned Income Required to Maximize RRSP
2025	\$32,490	\$180,500
2026	\$33,810	\$187,833
2027	\$35,390	\$196,611

FHSA LIMIT

2026	2025	2024	2023
\$8,000	\$8,000	\$8,000	\$8,000

Lifetime limit is \$40,000

PRESCRIBED INTEREST RATES

(Note: These rates are for shareholders loans-refunds add 2%, overdue balances add 4%)

Quarter	2026	2025	2024
1st quarter	3%	4%	6%
2nd quarter	TBA	4%	6%
3rd quarter	TBA	3%	5%
4th quarter	TBA	3%	5%

AUTOMOBILE BENEFITS

Claim Description	2026	2025
Tax-exempt car reimbursements		
-first 5,000 km	72 ¢/km	72 ¢/km
-after 5,000 km	66 ¢/km	66 ¢/km
CCA threshold-Class 10.1	\$38,000 + HST	\$38,000 + HST
Interest expense limit	\$350/month	\$350/month
Leasing limit per month	\$1,100/m+HST	\$1,100/m+HST
Standby charge-owned vehicle	2% of original cost per month	
Standby charge-leased vehicle	2/3 of monthly lease cost	
Operating cost benefit	34 ¢/km	34 ¢/km

PERSONAL TAX BRACKETS FOR SALARY AND DIVIDENDS

Taxable Income	Marginal Tax Rate on Salary	Marginal Tax Rate on Dividends	
		Public Company*	Private Company
\$1 - \$11,188	0.0%	0.0%	0.0%
\$11,189 - \$16,452	8.7%	0.0%	0.0%
\$16,453 - \$44,678	22.7%	1.9%	12.0%
\$44,679 - \$58,523	28.5%	9.9%	18.7%
\$58,524 - \$89,354	35.0%	18.9%	26.2%
\$89,355 - \$117,045	36.3%	20.7%	27.7%
\$117,046 - \$159,528	41.8%	28.3%	34.0%
\$159,529 - \$181,440	43.8%	31.0%	36.3%
\$181,441 - \$223,340	47.1%	35.6%	40.1%
\$223,341 - \$258,482	49.1%	38.3%	42.4%
\$258,483 - \$285,319	52.8%	43.4%	46.7%
\$285,320 - \$570,638	53.8%	44.8%	47.8%
\$570,639 - \$1,141,275	54.3%	45.5%	48.4%
> \$1,141,275	54.8%	46.2%	49.0%

(* Includes dividends paid by CCPCs from income in excess of small business deduction limit)

TFSA LIMIT

2026	2025	2024	2023	2019-2022
\$7,000	\$7,000	\$7,000	\$6,500	\$6,000

The total limit available of \$109,000 if eligible to contribute since 2009

LIFETIME CAPITAL GAINS EXEMPTION

2026	2025	2024
\$1,275,000	\$1,250,000	\$1,016,836

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	OAS Benefit	Start of Clawback @15% if income is greater than	OAS fully clawed back when income is greater than
2025	\$8,761.14	\$93,454	\$151,668
2026 - Jan	\$742.31/month	\$95,323	\$154,708

CPP, EI & HAPSET LIMITS

Year	CPP Limit	CPP		EI		HAPSET (2%)		
		Contribution Rate	Pensionable Earnings	Employee Limit	Employer Limit	Contribution Rate	Insurable Earnings	Exemption Threshold
2025	\$4,034.10	5.95%	\$71,300	\$1,077.48	\$1,508.47	1.64%	\$65,700	\$ 2,000,000
2025-CPP2	\$396.00	4.00%	\$71,300-81,200					
2026	\$4,230.45	5.95%	\$74,000	\$1,123.07	\$1,572.30	1.63%	\$68,900	\$ 2,000,000
2026-CPP2	\$416.00	4.00%	\$74,000-85,000					

Note: Employer and employees pay the same CPP amount

COMPARISON OF TAX PAYABLE FOR 2026 vs. 2025 (COMBINED FEDERAL AND NL PROVINCIAL TAX)

Actual Income	2026			2025		
	Salary / Self- Employment / interest	Dividends		Salary / Self- Employment / interest	Dividends	
		Public Company (note 2)	Private Company (note 3)		Public Company (note 2)	Private Company (note 3)
\$	\$	\$	\$	\$	\$	\$
10,000						
20,000	497			561		
30,000	3,455	20	924	3,633	31	935
40,000	5,803	962	1,633	5,978	1,000	1,849
50,000	8,382	2,093	3,487	8,635	2,132	3,786
60,000	11,328	3,225	6,039	11,693	3,264	6,404
70,000	14,828	4,451	8,658	15,193	4,502	9,023
80,000	18,328	5,762	11,311	18,693	6,082	11,688
90,000	21,836	8,165	14,079	22,214	8,669	14,456
100,000	25,466	10,992	16,847	25,844	11,495	17,238
110,000	29,096	13,818	20,135	29,474	14,322	20,639
120,000	32,889	16,766	23,535	33,393	17,304	24,039
130,000	37,069	19,868	23,936	37,573	20,456	27,440
140,000	41,249	23,358	30,366	41,753	24,015	30,904
150,000	45,429	26,915	33,996	45,933	27,576	34,535
160,000	49,618	30,472	37,711	50,157	31,132	38,368
170,000	53,998	34,254	41,721	54,537	34,964	42,378
180,000	58,378	38,087	45,730	58,987	38,798	46,389
190,000	63,040	42,057	49,740	63,697	42,957	50,400
200,000	67,750	46,402	53,882	68,408	47,302	54,592
210,000	72,459	50,791	58,122	73,118	51,722	58,833
220,000	77,169	55,273	62,361	77,829	56,204	63,073
230,000	82,012	59,755	66,824	82,721	60,686	67,724
240,000	86,921	64,238	71,489	87,632	65,169	72,389
250,000	91,831	68,720	76,177	92,542	69,651	77,108
300,000	118,063	91,131	100,079	118,994	92,062	101,010
400,000	171,863	135,954	147,885	172,794	136,885	148,816
500,000	225,663	181,373	195,712	226,594	182,335	196,674
600,000	279,610	226,886	244,092	280,572	227,848	245,054
700,000	333,910	272,399	292,473	334,872	273,361	293,435
800,000	388,210	317,911	340,853	389,172	318,873	341,815
900,000	442,510	363,928	389,233	443,472	364,952	390,195
1,000,000	496,810	410,130	437,657	497,772	411,154	438,682
1,100,000	551,110	456,333	486,613	552,072	457,357	487,637

Each additional dollar of income above \$1,100,000 will be taxed at marginal tax rate for income type.

Notes:

1. Tax amounts are for illustrative purposes and assumes only one type of income is being earned. If income is received from various sources (i.e. mixture of salary and investments), tax figures will vary from the above illustration.
2. Also includes dividends paid by CCPCs from income in excess of SBD Limit. Taxable amount is actual dividend x 1.38.
3. Taxable amount equals actual dividend x gross-up of 1.15 (2019-2026), 1.16 (2018).

IMPORTANT DATES TO REMEMBER

<i>Tax Filings/Instalments</i>	<i>Due Date</i>
Corporate Tax Returns (T2)	6 months after year end
Corporations must make their tax payment for the current fiscal year:	
• If you have an active operating business and no active income above small business limit	3 months after year end
• For other companies, such as holding companies or where some ABI at high rate	2 months after year end
Note: Corporations should also continue to make their respective monthly or quarterly instalments for the subsequent fiscal year, if required to do so.	
T4 Return - Summary of Remuneration Paid	February 28th of next year
T5 Return - Return of Investment Income (for interest and dividends)	February 28th of next year
Trust Returns (T3)	90 days following end of taxation year
RRSP Contributions - Deadline for current year contributions	60 days following end of year
FHSA Contributions - Deadline for current year contributions	December 31
Personal Tax Returns (T1)	
• Individual	April 30th of following year
• Individual with self-employment income	June 15th of following year
• Taxes payable	April 30th of following year
Personal Tax Instalments	
• 1st Quarter	March 15th
• 2nd Quarter	June 15th
• 3rd Quarter	September 15th
• 4th Quarter	December 15th
HST Return	
Annual Filer	3 months after year end
Quarterly Filer	1 month after year end
HST Instalments	Example for December 31 Year End:
• 1st Quarter	April 30
• 2nd Quarter	July 31
• 3rd Quarter	October 31
• 4th Quarter	January 31



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