

Corporate Tax References

2020 Corporate Tax Rates

	Alberta ³	Federal	Combined
General/M&P/Investment	10%	15%	25%
Small Business ¹	2%	9%	11%
Investment – CCPC ²	10%	38.7%	48.7%

2019 Corporate Tax Rates

	Alberta ³	Federal	Combined
General/M&P/Investment	12%/11%	15%	27%/26%
Small Business ¹	2%	9%	11%
Investment – CCPC ²	12%	38.67%	50.67%

Canada Pension Plan

Year	Maximum Pensionable Earnings	Basic Exemption	Employee Rate	Employee Maximum	Employer Rate	Employer Maximum
2020	\$58,700	\$3,500	5.25%	\$2,898.00	5.25%	\$2,898.00
2019	\$57,400	\$3,500	5.10%	\$2,748.90	5.10%	\$2,748.90

Employment Insurance Rates

Year	Maximum Insurable Earnings	Employee Rate	Employee Maximum	Employer Rate	Employer Maximum
2020	\$54,200	1.58%	\$856.36	2.212%	\$1,198.90
2019	\$53,100	1.62%	\$860.22	2.268%	\$1,204.31

Automotive Allowance Rates

Year	Per KM Allowance	
	First 5,000km	Above 5,000km
2020	\$0.59/km	\$0.53/km
2019	\$0.58/km	\$0.52/km

Notes

1. If the small business corporation has more than \$50,000 annual income from passive investments, the corporation will start to lose access to the Small Business Deduction (SBD). The SBD is reduced by \$5 for every dollar of investment income above \$50,000.
2. Prior to refundable tax.
3. Alberta's general corporate tax rate was reduced to 11% effective July 1, 2019 and reduced to 10% on January 1, 2020. The corporate tax rate will further decrease to 9% on January 1, 2021, and 8% on January 1, 2022.

#102, 5037 - 50th Street, Olds, Alberta T4H 1R8

4928 - 50th Street, Box 317, Stettler, Alberta T0C2L0