

2025 FEDERAL AND BRITISH COLUMBIA PERSONAL TAX CREDITS		
Amount of credits:	FEDERAL AMOUNT	TOTAL Fed/BC CREDIT
Basic personal credit (\$12,932 BC)	1 \$16,129	2,993
Age credit (Born 1960 or earlier; 65 and over)	2 9,028	1,602
Spousal/Partner and eligible dependants credit	3 16,129	2,899
Canada Caregiver credit (\$5,659 BC)	3.4 8,601	1,533
Canada Caregiver credit - child under 18	4 2,687	390
Canada employment amount (maximum)	5 1,471	213
Pension income (maximum) (BC max = \$1,000)	5 2,000	341
Disability credit (\$9,699 BC)	10,138	1,961
Disability supplement - child under 18 (\$5,659 BC)	6 5,914	1,144
<b>Credits as a percentage of:</b>		
CPP contributions and EI premiums	7	19.56%
Adoption expenses	8	19.56%
Tuition and eligible student loan interest	9	19.56%
Medical expenses (in excess of limitations)	10	19.56%
Charitable donations - first \$200	11	19.56%
- remainder		45.80%

- The federal basic personal amount is gradually reduced when the taxpayer's net income reaches \$177,882 and is fully reduced to \$14,538 when net income exceeds \$253,414.
- The Age credit begins to reduce when the taxpayer's net income reaches \$45,522/\$43,169 and is fully eliminated at \$105,709/\$81,829(Federal / BC).
- The value of these tax credits is reduced whenever the dependant's income exceeds specific threshold amounts; the thresholds are \$0 / \$1,108 for Spouse or Common-Law Partner; and \$20,197 / \$19,151 for Canada Caregiver Credit.
- A credit up to a maximum of \$8,601 may be claimed for an infirm spouse, eligible dependant over 18, and certain adult relatives. The credit is limited to \$2,687 for infirm children under 18 years of age.
- Credits are the lesser of qualifying income amounts and Federal maximums.
- For taxpayers under the age of 18 at the end of the tax year, a disability supplement of \$5,914 / \$5,659 is available. Supplements are reduced by amounts claimed for medical expenses, child or attendant care.
- Canada Pension Plan contribution is 5.95% of pensionable earnings. Basic exemption-\$3,500; EI contribution rate is 1.63%. See payroll deductions on the back page for further details.
- You may claim a credit for eligible adoption expenses related to the adoption of a child who is under the age of 18 up to a maximum of \$19,580.
- Tuition fees are transferable to eligible individuals. The maximum transfer is \$5,000 less the student's net income over \$16,129/ \$12,932. The student may carry forward unused amounts.
- Medical expenses are first reduced by \$2,834 / \$2,689 or 3% of Net Income, whichever is less.
- Charitable donations may not exceed 75% of net income except in the event of death (100%). Excess amounts may be carried forward for 5 years.
- The following amounts may be transferred from a spouse, to the extent that they are not needed to reduce his or her federal income tax to zero: age amount, pension income amount, disability amount, Canada caregiver amount for infirm children under 18 years of age and tuition amount.
- Canada workers benefit (CWB) For Singles: Income below \$37,742; Max benefit (\$1,633) at \$26,855; For Family: Income below \$49,393. Max benefit (\$2,813) at \$30,639.
- OAS claw back begins at \$93,454 and is fully eliminated at \$152,062 (Age 65 to 74) or \$160,647 (Age 75 and over).

Split numbers represent Federal / BC amounts

## Empire<sup>CPA</sup> QUICK TAX

INDIVIDUAL MARGINAL RATES - 2025			
TAXABLE INCOME	Income	Eligible	Dividends Regular
\$ 16,130- \$ 25,557	14.50%	0.00%	4.03%
\$ 25,558 - \$ 49,279	19.56%	0.00%	9.85%
\$ 49,280 - \$ 57,375	22.20%	0.00%	12.89%
\$ 57,376 - \$98,560	28.20%	1.63%	19.79%
\$ 98,561 - \$ 113,158	31.00%	5.49%	23.01%
\$ 113,159 - \$114,750	32.79%	7.96%	25.06%
\$ 114,751 - \$ 137,407	38.29%	15.55%	31.39%
\$ 137,408- \$ 177,882	40.70%	18.88%	34.16%
\$ 177,883- \$ 186,306	44.08%	23.02%	37.61%
\$ 186,307 - \$ 253,414	45.80%	25.92%	40.03%
\$ 253,415 - \$ 259,829	49.80%	31.44%	44.63%
\$ 259,830 AND OVER	53.50%	36.54%	48.88%

\* marginal rates adjusted to reflect reduction of enhanced federal personal amount

2025 TAXABLE INCOME WITH BASIC EXEMPTION					
TAXABLE INCOME	TOTAL TAX	TAXABLE INCOME	TOTAL TAX	TAXABLE INCOME	TOTAL TAX
10,000	-	34,000	2,727	80,000	13,454
11,000	-	36,000	3,159	82,500	14,145
12,000	-	38,000	3,591	85,000	14,850
13,000	-	40,000	4,023	90,000	16,260
14,000	-	42,000	4,426	95,000	17,670
15,000	-	44,000	4,788	100,000	19,090
16,000	-	46,000	5,149	105,000	20,640
17,000	-	48,000	5,511	110,000	22,190
18,000	-	50,000	5,879	115,000	23,754
19,000	24	52,000	6,293	120,000	25,623
20,000	158	54,000	6,706	125,000	27,538
21,000	292	56,000	7,120	130,000	29,452
22,000	426	58,000	7,539	140,000	33,318
23,000	560	60,000	8,071	150,000	37,388
24,000	694	62,000	8,604	175,000	47,563
25,000	828	64,000	9,137	200,000	58,699
26,000	999	66,000	9,670	225,000	70,225
27,000	1,215	68,000	10,209	250,000	81,751
28,000	1,431	70,000	10,748	300,000	107,932
29,000	1,647	72,500	11,423	500,000	214,932
30,000	1,863	75,000	12,100	750,000	348,682
32,000	2,295	77,500	12,777	1,000,000	482,432

\*Tax computations reflect general employment income with applicable credits for basic personal exemption, Canada employment amount, CPP and EI credits. Other credits may apply.

DIVIDEND INCOME WITH DIVIDEND TAX CREDIT					
DIVIDEND	REGULAR DIVIDEND	ELIGIBLE DIVIDEND	ACTUAL DIVIDEND	REGULAR DIVIDEND	ELIGIBLE DIVIDEND
20,000	-	-	100,000	12,562	3,060
30,000	191	-	125,000	20,563	6,848
40,000	949	-	150,000	29,105	11,599
50,000	2,159	-	200,000	48,829	22,291
60,000	4,138	-	250,000	71,303	40,444
70,000	6,117	-	500,000	193,519	131,800
80,000	8,097	269	750,000	315,735	223,157
90,000	10,214	1,545	1,000,000	437,951	314,514

\* Tax calculations are based on applicable gross-up amounts and include basic exemption only.

## 2026 CHANGES

- The 2026 RRSP contribution room limit of \$33,810 reached with earned income of \$187,833 (2025 - \$32,490 and \$180,500).
- The 2026 TFSA contribution limit remained at \$7,000. Any withdrawals made during the year are added back to contribution room in the following year.
- For 2026, the second tier of CPP will increase earnings to \$85,000 (2025 \$81,200) with an additional maximum contribution of \$416 each for employee and employer.
- The CPP rate remains at 5.95% with the maximum pensionable earnings of \$74,600 (2025 \$71,300).
- The EI rate decreased to 1.63% (2025 1.64%) with the maximum pensionable earnings of \$68,900 (2025 \$65,700).
- The taxable benefit for personal use of an automobile where the employer pays the operating expense as remains at \$0.34.
- Effective July 1, 2025, the federal tax rate for lowest marginal bracket will be reduced to 14% from 15%. 2025 tax rate was 14.5% to reflect half-year rate change.

## GOVERNMENT / CRA CONTACT

CRA - Individual Taxes	1-800-959-8281
CRA - Business Services	1-800-959-5525
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PST Hotline	1-877-388-4440

## PLANNING AND FILING DEADLINES IN 2025

**Feb 28:** Last day to issue T4's, T4A's and T5's.

**March 2:** Last day to make personal and spousal RRSP contributions applicable to the 2025 taxation year.

**March 15, June 15, September 15 & December 15:** Quarterly installments for taxpayers who are required to remit quarterly.

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**June 15:** Due date for Personal Tax Returns of individuals or spouses/common-law partners of individuals with self-employed business income. (Payment of tax balance still due by April 30).

**December 31:** Deadline for RRSP contributions in the year a taxpayer turns 71. This is also the deadline for converting RRSPs into RRFs or Life Annuities in a taxpayer's 71<sup>st</sup> year.

RRIF MIN WITHDRAWAL RATES FOR AGE AT DEC 31								
Age	%	Age	%	Age	%	Age	%	
71	5.28	77	6.17	83	7.71	89	10.99	
72	5.40	78	6.36	84	8.08	90	11.92	
73	5.53	79	6.58	85	8.51	91	13.06	
74	5.67	80	6.82	86	8.99	92	14.49	
75	5.82	81	7.08	87	9.55	93	16.34	
76	5.98	82	7.38	88	10.21	94	18.79	
* Under 71 = 1/(90-Age attained at beginning of year)							95+	20.00

## 2026 AUTOMOBILE DEDUCTION LIMITS

Effective January 1, 2026, the following passenger vehicle limits apply: Maximum cost for CCA purposes has increased to \$39,000 plus taxes for the majority of passenger vehicles, and remained at \$61,000 plus taxes for zero-emission passenger vehicles.

Ceiling on deductible leasing costs remains at \$1,100 plus taxes.

The limit on allowable interest deduction for amounts borrowed to purchase an automobile remains at \$350 per month.

The limit on tax-exempt kilometers allowances increased to \$0.73 for the first 5,000 kilometers driven and \$0.67 for each additional kilometer.

## 2025 / 2024 AVERAGE EXCHANGE RATES

COUNTRY	CURRENCY	2025	2024
United States	Dollar	1.3978	1.3698
European Union	Euro	1.5782	1.4818
United Kingdom	Pound Sterling	1.8420	1.7504
Japan	Yen	0.0094	0.0091

## 2026 / 2025 PAYROLL DEDUCTIONS

	2026	2025
<b>CPP</b> Max Pensionable Earnings Tier 1	<b>\$74,600.00</b>	<b>\$71,300.00</b>
Basic Annual Exemption	<b>\$ 3,500.00</b>	<b>\$ 3,500.00</b>
Contribution Rate	5.95%	5.95%
Max Employee Contribution (a)	<b>\$ 4,230.45</b>	<b>\$ 4,034.10</b>
<b>CPP2</b> Max Pensionable Earnings Tier 2	<b>\$85,000.00</b>	<b>\$81,200.00</b>
Less Pensionable Earnings Tier 1	<b>\$74,600.00</b>	<b>\$71,300.00</b>
Contribution Rate	4.00%	4.00%
Max Employee Contribution (b)	<b>\$ 416.00</b>	<b>\$ 396.00</b>
Total Employee Contribution (a+b)	<b>\$ 4,646.45</b>	<b>\$ 4,430.10</b>
<b>EI</b> Max Annual Insurance Earnings	<b>\$68,900.00</b>	<b>\$65,700.00</b>
Premium Rate	1.63%	1.64%
Max Employee Annual Premium	<b>\$ 1,123.07</b>	<b>\$ 1,077.48</b>

## CORPORATE TAX RATES

Combined Federal and BC Rates for the year ended:	ACTIVE	NO SMALL	
	INCOME	BUSINESS	NON-ACTIVE
	UP TO \$500,000	DEDUCTION	INVESTMENT
	INCOME	INCOME	INCOME
December 31, 2025.....	11.00	27.00	50.67
2024 All Months	11.00	27.00	50.67

## PRESCRIBED INTEREST RATES

		RECEIVER GENERAL PAYMENTS		ALL OTHER PURPOSES
		TO	FROM	
2023 -	Q1	8%	6%	4%
2023 -	Q2, Q3, Q4	9%	7%	5%
2024 -	Q1, Q2	10%	8%	6%
2024 -	Q3, Q4	9%	7%	5%
2025 -	Q1, Q2	8%	6%	4%
2025 -	Q3, Q4	7%	5%	3%
2026 -	Q1	7%	5%	3%

## GOODS & SERVICES / HARMONIZED SALES TAX RATES

15% HST in Nova Scotia, New Brunswick, Prince Edward Island, and Newfoundland & Labrador  
 13% HST in Ontario  
 5% GST in BC and all other provinces and the territories

**Our Mission:** To be a trusted advisor to our clients, providing strategic solutions that will build their business and give them peace of mind.

Our firm is member of AGN International, a global association of separate and independent accounting and advisory businesses. [www.agn.org](http://www.agn.org).

### Our Professional Services Include:

- ▶ **Tax**
  - Tax Planning & Advisory
  - Tax Reporting & Compliance Filings
  - Personal, Corporate & Estate Tax
  - Succession & Estate Compliance
  - Cross-border Tax
- ▶ **Advisory**
  - Corporate Structuring & Reorganizations
  - Business & Financial Planning
  - Succession & Estate Planning
  - Mergers and Acquisitions
- ▶ **Accounting**
  - Financial Reporting & Compilations
  - Tax Reporting
  - Bookkeeping
  - Payroll
- ▶ **Audit & Assurance**
  - Audit & Review Engagements
  - Financial Reporting & Accounting Advisory
  - Accounting Standards for Private Enterprise
  - Accounting Standards for Not-for-Profit
  - Canadian Auditing Standards
  - Other Assurance Engagements

**Empire** CPA

Chartered Professional Accountants

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 Telephone: (604) 467-5561

### LANGLEY

21542 48 Avenue, Langley, BC V3A 3M5  
 Telephone: (604) 534-1441

### NORTH LANGLEY

#204-8047 199 Street, Langley, BC V2Y 0E2  
 Telephone: (604) 888-4200

### MISSION (NEW LOCATION)

Unit D-33119 1<sup>st</sup> Ave, Mission, BC V2V 1G5  
 Telephone: (604) 820-8967

Website: [www.empirecpa.ca](http://www.empirecpa.ca)



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*The information in this booklet is general in nature; it discusses tax rates and planning matter in a broad sense. Consult your local Empire office in order to receive specific advice appropriate to your individual situation.*

**Empire** CPA

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**QUICK TAX  
2026**



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European Union	Euro	1.5782	1.4818
United Kingdom	Pound Sterling	1.8420	1.7504
Japan	Yen	0.0094	0.0091

## 2026 / 2025 PAYROLL DEDUCTIONS

	2026	2025
<b>CPP</b> Max Pensionable Earnings Tier 1	<b>\$74,600.00</b>	<b>\$71,300.00</b>
Basic Annual Exemption	<b>\$ 3,500.00</b>	<b>\$ 3,500.00</b>
Contribution Rate	5.95%	5.95%
Max Employee Contribution (a)	<b>\$ 4,230.45</b>	<b>\$ 4,034.10</b>
<b>CPP2</b> Max Pensionable Earnings Tier 2	<b>\$85,000.00</b>	<b>\$81,200.00</b>
Less Pensionable Earnings Tier 1	<b>\$74,600.00</b>	<b>\$71,300.00</b>
Contribution Rate	4.00%	4.00%
Max Employee Contribution (b)	<b>\$ 416.00</b>	<b>\$ 396.00</b>
Total Employee Contribution (a+b)	<b>\$ 4,646.45</b>	<b>\$ 4,430.10</b>
<b>EI</b> Max Annual Insurance Earnings	<b>\$68,900.00</b>	<b>\$65,700.00</b>
Premium Rate	1.63%	1.64%
Max Employee Annual Premium	<b>\$ 1,123.07</b>	<b>\$ 1,077.48</b>

## CORPORATE TAX RATES

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	INCOME	BUSINESS	NON-ACTIVE
	UP TO \$500,000	DEDUCTION	INVESTMENT
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## PRESCRIBED INTEREST RATES

		RECEIVER GENERAL PAYMENTS		ALL OTHER PURPOSES
		TO	FROM	
		2023 - Q1	8%	
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  - Corporate Structuring & Reorganizations
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  - Payroll
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  - Financial Reporting & Accounting Advisory
  - Accounting Standards for Private Enterprise
  - Accounting Standards for Not-for-Profit
  - Canadian Auditing Standards
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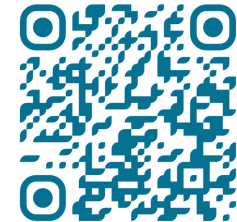
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*The information in this booklet is general in nature; it discusses tax rates and planning matter in a broad sense. Consult your local Empire office in order to receive specific advice appropriate to your individual situation.*

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**QUICK TAX  
2026**



2025 FEDERAL AND BRITISH COLUMBIA PERSONAL TAX CREDITS		
Amount of credits:	FEDERAL AMOUNT	TOTAL Fed/BC CREDIT
Basic personal credit (\$12,932 BC)	1 \$16,129	2,993
Age credit (Born 1960 or earlier; 65 and over)	2 9,028	1,602
Spousal/Partner and eligible dependants credit	3 16,129	2,899
Canada Caregiver credit (\$5,659 BC)	3.4 8,601	1,533
Canada Caregiver credit - child under 18	4 2,687	390
Canada employment amount (maximum)	5 1,471	213
Pension income (maximum) (BC max = \$1,000)	5 2,000	341
Disability credit (\$9,699 BC)	10,138	1,961
Disability supplement - child under 18 (\$5,659 BC)	6 5,914	1,144
<b>Credits as a percentage of:</b>		
CPP contributions and EI premiums	7	19.56%
Adoption expenses	8	19.56%
Tuition and eligible student loan interest	9	19.56%
Medical expenses (in excess of limitations)	10	19.56%
Charitable donations - first \$200	11	19.56%
- remainder		45.80%

- The federal basic personal amount is gradually reduced when the taxpayer's net income reaches \$177,882 and is fully reduced to \$14,538 when net income exceeds \$253,414.
- The Age credit begins to reduce when the taxpayer's net income reaches \$45,522/\$43,169 and is fully eliminated at \$105,709/\$81,829(Federal / BC).
- The value of these tax credits is reduced whenever the dependant's income exceeds specific threshold amounts; the thresholds are \$0 / \$1,108 for Spouse or Common-Law Partner; and \$20,197 / \$19,151 for Canada Caregiver Credit.
- A credit up to a maximum of \$8,601 may be claimed for an infirm spouse, eligible dependant over 18, and certain adult relatives. The credit is limited to \$2,687 for infirm children under 18 years of age.
- Credits are the lesser of qualifying income amounts and Federal maximums.
- For taxpayers under the age of 18 at the end of the tax year, a disability supplement of \$5,914 / \$5,659 is available. Supplements are reduced by amounts claimed for medical expenses, child or attendant care.
- Canada Pension Plan contribution is 5.95% of pensionable earnings. Basic exemption-\$3,500; EI contribution rate is 1.63%. See payroll deductions on the back page for further details.
- You may claim a credit for eligible adoption expenses related to the adoption of a child who is under the age of 18 up to a maximum of \$19,580.
- Tuition fees are transferable to eligible individuals. The maximum transfer is \$5,000 less the student's net income over \$16,129/ \$12,932. The student may carry forward unused amounts.
- Medical expenses are first reduced by \$2,834 / \$2,689 or 3% of Net Income, whichever is less.
- Charitable donations may not exceed 75% of net income except in the event of death (100%). Excess amounts may be carried forward for 5 years.
- The following amounts may be transferred from a spouse, to the extent that they are not needed to reduce his or her federal income tax to zero: age amount, pension income amount, disability amount, Canada caregiver amount for infirm children under 18 years of age and tuition amount.
- Canada workers benefit (CWB) For Singles: Income below \$37,742; Max benefit (\$1,633) at \$26,855; For Family: Income below \$49,393. Max benefit (\$2,813) at \$30,639.
- OAS claw back begins at \$93,454 and is fully eliminated at \$152,062 (Age 65 to 74) or \$160,647 (Age 75 and over).

Split numbers represent Federal / BC amounts

## Empire<sup>CPA</sup> QUICK TAX

INDIVIDUAL MARGINAL RATES - 2025			
TAXABLE INCOME	Income	Eligible	Dividends Regular
\$ 16,130- \$ 25,557	14.50%	0.00%	4.03%
\$ 25,558 - \$ 49,279	19.56%	0.00%	9.85%
\$ 49,280 - \$ 57,375	22.20%	0.00%	12.89%
\$ 57,376 - \$98,560	28.20%	1.63%	19.79%
\$ 98,561 - \$ 113,158	31.00%	5.49%	23.01%
\$ 113,159 - \$114,750	32.79%	7.96%	25.06%
\$ 114,751 - \$ 137,407	38.29%	15.55%	31.39%
\$ 137,408- \$ 177,882	40.70%	18.88%	34.16%
\$ 177,883- \$ 186,306	44.08%	23.02%	37.61%
\$ 186,307 - \$ 253,414	45.80%	25.92%	40.03%
\$ 253,415 - \$ 259,829	49.80%	31.44%	44.63%
\$ 259,830 AND OVER	53.50%	36.54%	48.88%

\* marginal rates adjusted to reflect reduction of enhanced federal personal amount

2025 TAXABLE INCOME WITH BASIC EXEMPTION					
TAXABLE INCOME	TOTAL TAX	TAXABLE INCOME	TOTAL TAX	TAXABLE INCOME	TOTAL TAX
10,000	-	34,000	2,727	80,000	13,454
11,000	-	36,000	3,159	82,500	14,145
12,000	-	38,000	3,591	85,000	14,850
13,000	-	40,000	4,023	90,000	16,260
14,000	-	42,000	4,426	95,000	17,670
15,000	-	44,000	4,788	100,000	19,090
16,000	-	46,000	5,149	105,000	20,640
17,000	-	48,000	5,511	110,000	22,190
18,000	-	50,000	5,879	115,000	23,754
19,000	24	52,000	6,293	120,000	25,623
20,000	158	54,000	6,706	125,000	27,538
21,000	292	56,000	7,120	130,000	29,452
22,000	426	58,000	7,539	140,000	33,318
23,000	560	60,000	8,071	150,000	37,388
24,000	694	62,000	8,604	175,000	47,563
25,000	828	64,000	9,137	200,000	58,699
26,000	999	66,000	9,670	225,000	70,225
27,000	1,215	68,000	10,209	250,000	81,751
28,000	1,431	70,000	10,748	300,000	107,932
29,000	1,647	72,500	11,423	500,000	214,932
30,000	1,863	75,000	12,100	750,000	348,682
32,000	2,295	77,500	12,777	1,000,000	482,432

\*Tax computations reflect general employment income with applicable credits for basic personal exemption, Canada employment amount, CPP and EI credits. Other credits may apply.

DIVIDEND INCOME WITH DIVIDEND TAX CREDIT					
DIVIDEND	REGULAR DIVIDEND	ELIGIBLE DIVIDEND	ACTUAL DIVIDEND	REGULAR DIVIDEND	ELIGIBLE DIVIDEND
20,000	-	-	100,000	12,562	3,060
30,000	191	-	125,000	20,563	6,848
40,000	949	-	150,000	29,105	11,599
50,000	2,159	-	200,000	48,829	22,291
60,000	4,138	-	250,000	71,303	40,444
70,000	6,117	-	500,000	193,519	131,800
80,000	8,097	269	750,000	315,735	223,157
90,000	10,214	1,545	1,000,000	437,951	314,514

\* Tax calculations are based on applicable gross-up amounts and include basic exemption only.

## 2026 CHANGES

- The 2026 RRSP contribution room limit of \$33,810 reached with earned income of \$187,833 (2025 - \$32,490 and \$180,500).
- The 2026 TFSA contribution limit remained at \$7,000. Any withdrawals made during the year are added back to contribution room in the following year.
- For 2026, the second tier of CPP will increase earnings to \$85,000 (2025 \$81,200) with an additional maximum contribution of \$416 each for employee and employer.
- The CPP rate remains at 5.95% with the maximum pensionable earnings of \$74,600 (2025 \$71,300).
- The EI rate decreased to 1.63% (2025 1.64%) with the maximum pensionable earnings of \$68,900 (2025 \$65,700).
- The taxable benefit for personal use of an automobile where the employer pays the operating expense as remains at \$0.34.
- Effective July 1, 2025, the federal tax rate for lowest marginal bracket will be reduced to 14% from 15%. 2025 tax rate was 14.5% to reflect half-year rate change.

## GOVERNMENT / CRA CONTACT

CRA - Individual Taxes	1-800-959-8281
CRA - Business Services	1-800-959-5525
HRDC - CPP/OAS/GIS	1-800-277-9914
PST Hotline	1-877-388-4440

## PLANNING AND FILING DEADLINES IN 2025

**Feb 28:** Last day to issue T4's, T4A's and T5's.

**March 2:** Last day to make personal and spousal RRSP contributions applicable to the 2025 taxation year.

**March 15, June 15, September 15 & December 15:** Quarterly installments for taxpayers who are required to remit quarterly.

**April 30:** File Personal Income Tax Returns for 2025 and remit balance due, if any, to CRA.

**June 15:** Due date for Personal Tax Returns of individuals or spouses/common-law partners of individuals with self-employed business income. (Payment of tax balance still due by April 30).

**December 31:** Deadline for RRSP contributions in the year a taxpayer turns 71. This is also the deadline for converting RRSPs into RRFs or Life Annuities in a taxpayer's 71<sup>st</sup> year.

RRIF MIN WITHDRAWAL RATES FOR AGE AT DEC 31								
Age	%	Age	%	Age	%	Age	%	
71	5.28	77	6.17	83	7.71	89	10.99	
72	5.40	78	6.36	84	8.08	90	11.92	
73	5.53	79	6.58	85	8.51	91	13.06	
74	5.67	80	6.82	86	8.99	92	14.49	
75	5.82	81	7.08	87	9.55	93	16.34	
76	5.98	82	7.38	88	10.21	94	18.79	
* Under 71 = 1/(90-Age attained at beginning of year)							95+	20.00

## 2026 AUTOMOBILE DEDUCTION LIMITS

Effective January 1, 2026, the following passenger vehicle limits apply: Maximum cost for CCA purposes has increased to \$39,000 plus taxes for the majority of passenger vehicles, and remained at \$61,000 plus taxes for zero-emission passenger vehicles.

Ceiling on deductible leasing costs remains at \$1,100 plus taxes.

The limit on allowable interest deduction for amounts borrowed to purchase an automobile remains at \$350 per month.

The limit on tax-exempt kilometers allowances increased to \$0.73 for the first 5,000 kilometers driven and \$0.67 for each additional kilometer.

## 2025 / 2024 AVERAGE EXCHANGE RATES

COUNTRY	CURRENCY	2025	2024
United States	Dollar	1.3978	1.3698
European Union	Euro	1.5782	1.4818
United Kingdom	Pound Sterling	1.8420	1.7504
Japan	Yen	0.0094	0.0091

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