

2007 Tax Rates (%)

Understanding our Tax Rates:

- Our income tax system is filled with confusion. Because we have a tax system that depends on your Total Income, with different tax rates at different levels of income, some terms are confusing.
- The Average Tax Rate % reflects how much taxes you pay in total, based on your income.
- The Marginal Tax Rate reflects how much tax you can be expected to pay at your income level if you were to receive more income.
- The Marginal Tax Rate is also important for you to know how much difference an RRSP purchase may make to your return, which is saving taxes at the higher Marginal Tax Rate.

Annual Income	Taxes Owing (Refund)	Average Tax Rate %	Marginal Tax Rate %
\$ 5,000.00	\$ (400.00)	0%	0%
\$ 10,000.00	\$ (425.00)	0%	0%
\$ 15,000.00	\$ 1,044.09	7%	12%
\$ 20,000.00	\$ 2,102.54	11%	21%
\$ 25,000.00	\$ 3,455.04	14%	27%
\$ 30,000.00	\$ 4,507.54	15%	21%
\$ 35,000.00	\$ 5,560.04	16%	21%
\$ 40,000.00	\$ 7,100.23	18%	31%
\$ 45,000.00	\$ 8,657.73	19%	31%
\$ 50,000.00	\$ 10,365.23	21%	34%
\$ 55,000.00	\$ 11,922.73	22%	31%
\$ 60,000.00	\$ 13,480.23	22%	31%
\$ 65,000.00	\$ 15,083.71	23%	32%
\$ 70,000.00	\$ 16,732.71	24%	33%
\$ 75,000.00	\$ 18,709.22	25%	40%
\$ 80,000.00	\$ 20,879.70	26%	43%
\$ 85,000.00	\$ 23,050.18	27%	43%
\$ 90,000.00	\$ 25,220.66	28%	43%
\$ 95,000.00	\$ 27,391.14	29%	43%
\$ 100,000.00	\$ 29,561.62	30%	43%
\$ 105,000.00	\$ 31,732.10	30%	43%
\$ 110,000.00	\$ 33,902.58	31%	43%
\$ 115,000.00	\$ 36,073.06	31%	43%
\$ 120,000.00	\$ 38,243.54	32%	43%
\$ 125,000.00	\$ 40,537.61	32%	46%
\$ 130,000.00	\$ 42,858.09	33%	46%
\$ 135,000.00	\$ 45,178.57	33%	46%
\$ 140,000.00	\$ 47,499.05	34%	46%
\$ 145,000.00	\$ 49,819.53	34%	46%
\$ 150,000.00	\$ 52,140.01	35%	46%

We would be happy to discuss these issues further with you at your convenience.