



2024 TAX PLANNING CARD NEWFOUNDLAND AND LABRADOR



2024 Key Facts & Figures

Savings

\$31,560

RRSP contribution¹

\$7,000

TFSA contribution²

\$2,500

RESP contribution to maximize CESG³

Retirement

\$873/mo

Maximum CPP retirement benefit if started at 60

\$1,364/mo

Maximum CPP retirement benefit if started at 65

\$1,938/mo

Maximum CPP retirement benefit if deferred to 70

\$713/mo

Maximum OAS pension if started at 65⁴

\$970/mo

Maximum OAS pension if deferred to 70⁴

\$90,997

Net income at which OAS pension becomes partially repayable⁵

Income

Other income*

100%

Taxable

Capital gains

50%

Inclusion rate

Eligible dividends

38%

Gross up

15%

Tax credit⁶

Non-eligible dividends

15%

Gross up

9%

Tax credit⁶

* (salary/interest)

1 RRSP contribution limit is 18% of 2023's earned income to a maximum of \$31,560, plus RRSP contribution room carried forward from the prior year. The contribution limit is adjusted for individuals with a pension plan.

2 TFSA cumulative contribution limit is \$95,000, plus previous years' withdrawals, less previous years' contributions.

3 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.

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

5 2024 OAS pension benefits are subject to a tax of 15% on every dollar of net income in excess of the 2023 net income threshold of \$86,912. The pension is fully repayable when net income exceeds \$142,609. Net income in excess of \$90,997 earned in 2024 is subject to the OAS recovery tax in 2025.

2024 Federal Tax Credits

The federal tax credit rate is 15% unless otherwise stated

| Federal Tax Credit | Amount | Tax Savings |
|------------------------------------|---------------------------------------|--------------------|
| Basic/Spouse/ Partner ⁷ | \$15,705 | \$2,356 |
| Age (65+) ⁸ | \$8,790 | \$1,319 |
| Disability | \$9,872 | \$1,481 |
| Pension income | \$2,000 | \$300 ⁹ |
| Medical expenses | Lesser of 3% of net income or \$2,759 | \$414 |
| Charitable Donations ¹⁰ | Donations ≤ \$200 | 15% |
| | Donations > \$200 | 29% |
| Income > \$246,752 | Donations > \$200 | 33% |

2024 Lifetime Capital Gain Exemption (LCGE)

| Qualifying Property | LCGE | Deduction Limit |
|--|-------------|-----------------|
| Qualified small business corporation shares (QSBC) | \$1,016,836 | \$508,418 |
| Qualified farm or fishing property (QFFP) | \$1,016,836 | \$508,418 |

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

7 \$15,705 is the Base Personal Amount for taxpayers with net income of up to \$173,205. At net income above \$173,205, the basic personal amount is gradually clawed back to \$14,156 (\$246,752 net income).

8 Seniors aged 65, or older, can claim the age credit. If net income is between \$44,325 and \$102,925, a partial claim can be made. If net income is in excess of \$102,925, no claim can be made.

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

10 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 January 1, 2024



2024 TAX PLANNING CARD NEWFOUNDLAND AND LABRADOR



2024 Combined Newfoundland and Labrador/Federal Tax Brackets And Rates

| 2023 Taxable Income | 2024 Marginal Tax Rates | | | |
|-------------------------|-----------------------------------|---------------|--------------------|--------------|
| | Other Income (salary/interest) | Capital Gains | Canadian Dividends | |
| | | | Eligible | Non-Eligible |
| first \$43,198 | 23.70% | 11.85% | 3.28% | 13.19% |
| \$43,199 - \$55,867 | 29.50% | 14.75% | 11.29% | 19.86% |
| \$55,868 - \$86,395 | 35.00% | 17.50% | 18.88% | 26.19% |
| \$86,396 - \$111,733 | 36.30% | 18.15% | 20.67% | 27.68% |
| \$111,734 - \$154,244 | 41.80% | 20.90% | 28.26% | 34.01% |
| \$154,245 - \$173,205 | 43.80% | 21.90% | 31.02% | 36.31% |
| \$173,206 - \$215,943 | 47.12% | 23.56% | 35.60% | 40.13% |
| \$215,944 - \$246,752 | 49.12% | 24.56% | 38.36% | 42.43% |
| \$246,753 - \$275,870 | 52.80% | 26.40% | 43.44% | 46.66% |
| \$275,871 - \$551,739 | 53.80% | 26.90% | 44.82% | 47.81% |
| \$551,740 - \$1,103,478 | 54.30% | 27.15% | 45.51% | 48.38% |
| \$1,103,479 and over | 54.80% | 27.40% | 46.20% | 48.96% |

Basic Personal Amount

| | 2024 Personal Amount | 2024 Tax Rate |
|---------------------------|----------------------|---------------|
| Newfoundland and Labrador | \$10,818 | 8.70% |
| Federal | \$15,705 | 15.00% |

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Average vs Marginal Tax Rates (Combined Newfoundland and Labrador/Federal)

| Other Income (salary/interest) | Average Tax Rate | Marginal Tax Rate |
|--------------------------------|------------------|-------------------|
| \$50,000 | 17.90% | 29.50% |
| \$100,000 | 26.30% | 36.30% |
| \$150,000 | 30.98% | 41.80% |
| \$200,000 | 34.63% | 47.12% |
| \$250,000 | 37.45% | 52.80% |

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.

Newfoundland and Labrador Probate Fees

| Value of the Estate | Probate fees | |
|---------------------|--------------------|------|
| ≤\$1,000 | \$60 | |
| >\$1,000 | first \$1,000 | \$60 |
| | value over \$1,000 | 0.6% |

2024 Tax Dates

| | | |
|---|--------------------|-------------------|
| Personal tax instalments due | March 15, 2024 | June 17, 2024 |
| | September 16, 2024 | December 16, 2024 |
| Individual tax filing deadline | April 30, 2024 | |
| Self-employed tax filing deadline | June 17, 2024 | |
| 2024 interest on prescribed rate loan due | January 30, 2025 | |
| 2024 RRSP contribution deadline | March 3, 2025 | |