

2025 Corporate Income Tax Rates for Canadian-Controlled Private Corporations in BC

	Small Business Income (up to \$500,000)	Active Business Income	Investment Income
	%	%	%
General corporate rate	38.00	38.00	38.00
Federal abatement	(10.00)	(10.00)	(10.00)
	28.00	28.00	28.00
Small business deduction	(19.00)	0.00	0.00
Rate reduction	0.00	(13.00)	0.00
Refundable tax	0.00	0.00	10.67
Federal tax rate	9.00	15.00	38.67
British Columbia tax rate	2.00	12.00	12.00
Combined tax rate	11.00	27.00	50.67

2025 Provincial and Territorial Corporate Income Tax Rates for Canadian-Controlled Private Corporates

	Small Business Income (up to \$500,000)	Active Business Income	Investment Income
	%	%	%
British Columbia	2.00	12.00	12.00
Alberta	2.00	8.00	8.00
Manitoba	0.00	12.00	12.00
New Brunswick	2.50	14.00	14.00
Newfoundland and Labrador ⁽³⁾	2.50	15.00	15.00
Northwest Territories	2.00	11.50	11.50
Nova Scotia	2.50	14.00	14.00
Nunavut	3.00	12.00	12.00
Ontario	3.20	11.50	11.50
Prince Edward Island	1.00	16.00	16.00
Quebec	3.20	11.50	11.50
Saskatchewan ⁽¹⁾⁽²⁾	1.00	12.00	12.00
Yukon	0.00	12.00	12.00

(1) Saskatchewan's small business income threshold is \$600,000

(2) Saskatchewan has cancelled the scheduled increase of the province's small business income tax rate to 2% on July 1, 2025. As a result, the province's small business income tax rate will remain at 1%.

(3) Newfoundland and Labrador's small business corporate income tax rate was at 3% until December 31, 2023. The rate decreased to 2.5% per cent beginning January 1, 2024.