

Personal Income Tax System

Fact Sheet

The 2011-2012 Budget announced personal income tax measures that include:

- holding the top marginal tax rate on high-income earners in the current top bracket at the 2010 level of 14.3%; and
- delaying the additional personal income tax rate reductions scheduled for 2012.

In 2011 there will be no increase in New Brunswick personal income taxes for low and middle income earners.

In 2012 there will be no increase in New Brunswick personal income taxes at any income level, compared to 2011.

To help deal with the current fiscal situation, government will delay the additional personal income tax rate reductions scheduled for 2012.

Effective Jan. 1, 2012, the tax rate on all tax brackets will remain at their 2011 levels.

	<u>2010</u>	<u>2011</u>	<u>2012*</u>
Income Tax Rates (on taxable income)	9.3% on first \$36,421 12.5% on \$36,421 to \$72,843 13.3% on \$72,843 to \$118,427 14.3% over \$118,427	9.1% on first \$37,150 12.1% on \$37,150 to \$74,300 12.4% on \$74,300 to \$120,796 14.3% over \$120,796	9.1% on first \$37,893 12.1% on \$37,893 to \$75,786 12.4% on \$75,786 to \$123,212 14.3% over \$123,212

*Note: Assumes 2% indexation.