

Federal tax rates for 2020

- 15% on the first \$48,535 of taxable income, plus
- 20.5% on the next \$48,534 of taxable income (on the portion of taxable income over 48,535 up to \$97,069), plus
- 26% on the next \$53,404 of taxable income (on the portion of taxable income over \$97,069 up to \$150,473), plus
- 29% on the next \$63,895 of taxable income (on the portion of taxable income over 150,473 up to \$214,368), plus
- 33% of taxable income over \$214,368

The chart below reproduces the calculation on page 7 of the Income Tax and Benefit Return to calculate net federal tax.

Federal tax on taxable income manual calculation chart

If your taxable income is \$48,535 or less.

Enter your taxable income from line 26000 of your return		Line 36
Base amount	- 0	Line 37
Line 36 minus line 37 (this amount cannot be negative)	=	Line 38
Federal tax rate	× 15%	Line 39
Multiply the amount on line 38 by the tax rate on line 39	=	Line 40
Tax on the amount from line 37	+ 0	Line 41
Add lines 40 and 41	=	Line 42

If your taxable income is more than \$48,535, but not more than \$97,069.

Enter your taxable income from line 26000 of your return		Line 36
Base amount	- 48,535	Line 37
Line 36 minus line 37 (this amount cannot be negative)	=	Line 38
Federal tax rate	× 20.5%	Line 39
Multiply the amount on line 38 by the tax rate on line 39	=	Line 40
Tax on the amount from line 37	+ 7,280	Line 41
Add lines 40 and 41	=	Line 42

If your taxable income is more than \$97,069, but not more than \$150,473.

Enter your taxable income from line 26000 of your return		Line 36
Base amount	- 97,069	Line 37
Line 36 minus line 37 (this amount cannot be negative)	=	Line 38
Federal tax rate	× 26%	Line 39
Multiply the amount on line 38 by the tax rate on line 39	=	Line 40
Tax on the amount from line 37	+ 17,230	Line 41
Add lines 40 and 41	=	Line 42

If your taxable income is more than \$150,473, but not more than \$214,368.

Enter your taxable income from line 26000 of your return	_____	Line 36
Base amount	- 150,473	Line 37
Line 36 minus line 37 (this amount cannot be negative)	=	Line 38
Federal tax rate	× 29%	Line 39
Multiply the amount on line 38 by the tax rate on line 39	=	Line 40
Tax on the amount from line 37	+ 31,115	Line 41
Add lines 40 and 41	=	Line 42

If your taxable income is more than \$214,368.

Enter your taxable income from line 26000 of your return	_____	Line 36
Base amount	- 214,368	Line 37
Line 36 minus line 37 (this amount cannot be negative)	=	Line 38
Federal tax rate	× 33%	Line 39
Multiply the amount on line 38 by the tax rate on line 39	=	Line 40
Tax on the amount from line 37	+ 49,645	Line 41
Add lines 40 and 41	=	Line 42