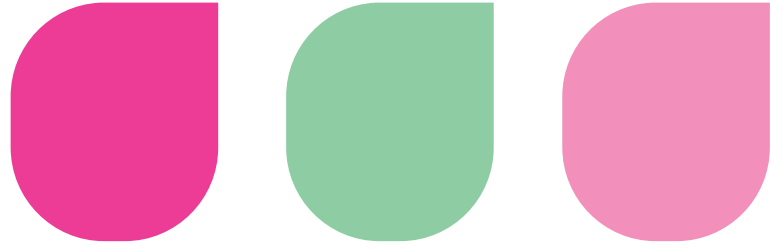


**Alberta**

**2023 Year-end  
tax tips for  
RTOERO members**



**RTO  
ERO**



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## Income tax rates

Effective calendar 2023, the Alberta income tax rates and income thresholds are as follows:

- 10% will apply to income up to \$142,292
- 12% will apply to income over \$142,292 up to \$170,751
- 13% will apply to income over \$170,751 up to \$227,668
- 14% will apply to income over \$227,668 up to \$341,502
- 15% will apply to income that exceeds \$341,502

Many of the Alberta provincial tax credits and deductions are similar to the ones at the federal level except for the following:

## Alberta child and family benefit

The Alberta child and family benefit (ACFB) provides direct financial assistance to lower- and middle-income families with children under 18.

The amount your family receives under the ACFB will depend on your family's income level and how many children under 18 you have.

The ACFB includes a base component and a working component. The ACFB's base component is available to lower-income families with children, whether or not they earn any employment income.

Families are also eligible for the working component if their family employment income exceeds \$2,760, with the amount received growing at a rate of 15% for every additional dollar of income earned over this threshold until the maximum benefit is reached. As families work more, they receive more benefits, encouraging them to join or remain in the workforce.

In 2023, benefit amounts for the base component and working component are reduced once family net income exceeds \$25,935 or \$43,460, respectively.

The following are the maximum benefit amounts for a family receiving the ACFB:

- If you have one child, the maximum base component is \$1,410, and the maximum working component is \$722.
- If you have two children, the maximum base component is \$2,115, and the maximum working component is \$1,379.
- If you have three children, the maximum base component is \$2,820, and the maximum working component is \$1,772.
- If you have four or more children, the maximum base component is \$3,525, and the maximum working component is \$1,902.



## Charitable donations tax credit

Alberta provides a tax credit for charitable donations. This credit for the first \$200 of donations is calculated at 10%, and the credit for donations in excess of \$200 is calculated at 21%. This has not changed since 2015.

## Other non-refundable tax credits

### Amount for infirm dependant 18 or older

You can claim up to \$12,158 for each of your (or your spouse's or common-law partner's) dependent children or grandchildren born in 2005 or earlier who has an impairment in physical or mental functions. You can also claim this amount for more than one person if each one meets all of the following conditions:

- They are your (or your spouse's or common-law partner's) parent, grandparent, brother, sister, aunt, uncle, niece or nephew.
- They were 18 years of age or older.
- They were dependent on you (or on you and others) because of an impairment in physical or mental functions.
- They were a resident of Canada at any time in the year.

## Pension income amount

The amount you can claim on line 58360 is the amount on line 31400 of your return or \$1,617, whichever is less.

Note: Only residents of Alberta are eligible for this amount. If you were not a resident of Alberta at the end of the year, you cannot claim this non-refundable tax credit when calculating your Alberta tax even if you may have received income from a source in Alberta in 2023.

## Medical expenses

The medical expenses you can claim on line 58689 of the Alberta tax return are the same as those you can claim on line 33099 of your federal tax return. They also have to cover the same 12-month period ending in 2023 and must be expenses that were not claimed for 2022.



## CAUTION:

The information contained in this document comprises of tax tips only and should not be considered as tax advice. RTOERO assumes no liability for the outcomes that may result from persons using the contents of these tips in their tax planning. Persons using this information for tax planning are cautioned that the full application of these tax tips is best done with the advice of their tax advisor. Neither RTOERO nor its employees or agents are tax advisors.

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