

The Navigator

RBC WEALTH MANAGEMENT SERVICES

2013 Handy Financial Planning Facts

The following is a summary of some common financial planning-related information that you can use as a handy reference. Any values noted below are for 2013.

Retirement

Maximum CPP/QPP benefit at age 65	\$1,012.50 per month
Maximum CPP/QPP benefit at age 60	CPP – \$684.45 per month (32.4% max reduction) QPP – \$708.75 per month (30% max reduction)
Maximum CPP contribution – employer and employee	\$2,356.20 each annually
Maximum CPP contribution for self-employed	\$4,712.40 annually
YMPE – Yearly Maximum Pensionable Earnings	\$51,100
Maximum OAS benefit for Q1	\$546.07 per month
OAS clawback rate	\$0.15 for every \$1 of net income above \$70,954; the full OAS is eliminated at a net income of \$114,640 or higher
CANSIM rate	2.2% (minimum rate for provinces is still 6%)
RRSP – maximum annual deduction limit	> \$22,970 for 2012 > \$23,820 for 2013
RRSP – withholding tax on withdrawals by a resident of Quebec/ rest of Canada respectively	> 21%/10% for amounts up to \$5,000 > 26%/20% for amounts \$5,000 – \$15,000 > 31%/30% for amounts over \$15,000
TFSA contribution room created on Jan. 1st	\$5,500 (an increase of \$500 since 2012)

Education

Maximum annual RESP contribution	Unlimited annual up to lifetime maximum of \$50,000 per beneficiary
Annual RESP contribution for maximum CESG	20% of first \$2,500 per beneficiary = CESG up to \$500. Plus 20% of next \$2,500 per beneficiary if carryforward room is available = additional CESG up to \$500. Maximum annual CESG = \$1,000/year/beneficiary



RBC Wealth Management

Tax											
EI — maximum annual premium	\$891.12 (\$720.48 in Quebec due to separate maternity and parental benefits)										
EI — insured earnings	\$47,400										
Basic personal tax exemption	\$11,038 (base) \$1,656 (credit)										
Federal tax brackets and rates based on taxable income	<table> <tr> <th>Taxable income</th><th>Federal rate</th></tr> <tr> <td>\$0 – \$43,561</td><td>15%</td></tr> <tr> <td>\$43,562 – \$87,123</td><td>22%</td></tr> <tr> <td>\$87,124 – \$135,054</td><td>26%</td></tr> <tr> <td>\$135,055 – and over</td><td>29%</td></tr> </table>	Taxable income	Federal rate	\$0 – \$43,561	15%	\$43,562 – \$87,123	22%	\$87,124 – \$135,054	26%	\$135,055 – and over	29%
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Eligible dividends (most public companies)	Gross up is 38%; taxable amount is 138% Federal tax credit is 15.0198% of taxable amount										
Other than eligible dividends	Gross up is 25%; taxable amount is 125% Federal tax credit is 13.3333% of taxable amount										
Personal tax calculator website	www.ey.com/ca/en/services/tax/tax-calculators										
Government links											
Canada Revenue Agency website	www.cra-arc.gc.ca/menu-e.html										
Canada Revenue Agency General Help Line	1-800-959-8281										
Phone number/email for CPP/OAS queries	1-800-277-9914 www.servicecanada.gc.ca/eng/isp/cpp/cpptoc.shtml www.servicecanada.gc.ca/eng/isp/oas/oastoc.shtml										
Phone number/email for QPP queries	Regie de Rentés: 1-800-463-5185 www.rrq.gouv.qc.ca/en/programmes/regime_rentes/Pages/regime_rentes.aspx										

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