

The Navigator

RBC WEALTH MANAGEMENT SERVICES

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Thank you for your referrals

We are growing our business so if you have any friends or family members who may benefit from our services, please let us know. We would be happy to meet with them.

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	\$2,398.90 each annually
Maximum CPP contribution for self-employed	\$4,797.80 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



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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 Rentes: 1-800-463-5185 www.rrq.gouv.qc.ca/en/programmes/regime_rentes/Pages/regime_rentes.aspx										

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