



## 2023 RRSP and Tax Free Savings Account Contribution Reminder

Dear Clients,

If you have not already done so, we would like to remind you about making your annual contribution to your RSP and TFSA, in order for you to maximize the benefit of these tax-efficient accounts.

You can set up your annual contribution through your bank account as a bill payment, or through the Transfer Funds option online if you are an RBC bank client. You may also contact us directly if you would like us to make the contribution from your non-registered investment account at RBC DS.

If you do not have an RSP or TFSA account with us currently at RBC DS, you can also contact us about opening one for you.

### **RRSP Contributions**

The annual RRSP contribution limit for the 2022 tax year is **\$29,210**. In order to determine your personal contribution limit, please check your latest Notice of Assessment, Notice of Reassessment or RRSP Deduction Limit Statement, or contact Canada Revenue Agency directly (1-800-959-8281).

The RRSP contribution deadline for the 2022 tax year is March 1, 2023.

You can also choose to make your 2023 contribution at any time, and the annual RRSP contribution limit for the 2023 tax year is \$30,780.

### **Tax-Free Savings Account (TFSA)**

Starting January 1, 2023, you can contribute an additional \$6,500 to your TFSA to benefit from additional tax-free investment growth. With contribution room from 2009 through 2023, you may be able to contribute up to the lifetime limit of \$88,000 to your TFSA, if you have not contributed before.

With a TFSA, you can contribute up to your contribution limit each year:

- \$5,000 for 2009 – 2012
- \$5,500 for 2013 & 2014
- \$10,000 for 2015
- \$5,500 for 2016 – 2018
- \$6,000 for 2019 – 2022
- \$6,500 for 2023

Earn tax-free investment income including interest, dividends and capital gains, and even make withdrawals – at any time, for any reason – without paying tax. Although this may not sound like much at first, with tax-free compound growth, it can add up over time.

Contribution room accumulates every year starting at age 18, and can be carried forward indefinitely. You can continue contributing to your TFSA even when you're retired.

If you have any questions about TFSAs or RRSPs, or any other information regarding your account(s), please do not hesitate to contact us.

Best regards,  
Ord Private Wealth Management  
John, Tim, Liam & Mikail