

# 2021 FINANCIAL PLANNING FACTS

| <b>Savings</b>   |  |                |              |                 |     |                      |       |                       |     |                        |     |                |     |
|--|--|----------------|--------------|-----------------|-----|----------------------|-------|-----------------------|-----|------------------------|-----|----------------|-----|
| RRSP contribution limit  | 18% of earned income to a maximum of \$27,830  |                |              |                 |     |                      |       |                       |     |                        |     |                |     |
| TFSA contribution limit  | \$6,000  |                |              |                 |     |                      |       |                       |     |                        |     |                |     |
| TFSA cumulative limit  | \$75,500 for resident taxpayers age 18 and older in 2009   |                |              |                 |     |                      |       |                       |     |                        |     |                |     |
| <b>Education Savings</b>   |  |                |              |                 |     |                      |       |                       |     |                        |     |                |     |
| Maximum RESP contribution  | Unlimited annual up to lifetime maximum of \$50,000 per beneficiary  |                |              |                 |     |                      |       |                       |     |                        |     |                |     |
| Annual RESP contribution for maximum Canada Education Savings Grant (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. Maximum lifetime CESG limit is \$7,200 per beneficiary.   |                |              |                 |     |                      |       |                       |     |                        |     |                |     |
| BC Training and Education Savings Grant (BCTESG)   | \$1,200 one-time payment for child born in 2006 or later; no RESP contribution required to receive grant; apply on 6th birthday  |                |              |                 |     |                      |       |                       |     |                        |     |                |     |
| Quebec Education Savings Incentive (QESI)  | 10% of first \$2,500 = \$250/year, plus carryforward allowed up to \$250/year, lifetime maximum of \$3,600   |                |              |                 |     |                      |       |                       |     |                        |     |                |     |
| <b>Personal Tax</b>  |  |                |              |                 |     |                      |       |                       |     |                        |     |                |     |
| Basic personal amount where net income does not exceed \$151,978   | \$13,808 then gradually reduced for net income in excess of \$151,978  |                |              |                 |     |                      |       |                       |     |                        |     |                |     |
| Basic personal amount where net income exceeds of \$216,511  | \$12,421   |                |              |                 |     |                      |       |                       |     |                        |     |                |     |
| Federal tax brackets and rates based on taxable income   | <table border="1"> <thead> <tr> <th>Taxable Income</th> <th>Federal Rate</th> </tr> </thead> <tbody> <tr> <td>\$0 to \$49,020</td> <td>15%</td> </tr> <tr> <td>\$49,020 to \$98,040</td> <td>20.5%</td> </tr> <tr> <td>\$98,040 to \$151,978</td> <td>26%</td> </tr> <tr> <td>\$151,978 to \$216,511</td> <td>29%</td> </tr> <tr> <td>Over \$216,511</td> <td>33%</td> </tr> </tbody> </table> | Taxable Income | Federal Rate | \$0 to \$49,020 | 15% | \$49,020 to \$98,040 | 20.5% | \$98,040 to \$151,978 | 26% | \$151,978 to \$216,511 | 29% | Over \$216,511 | 33% |
| Taxable Income   | Federal Rate   |                |              |                 |     |                      |       |                       |     |                        |     |                |     |
| \$0 to \$49,020  | 15%  |                |              |                 |     |                      |       |                       |     |                        |     |                |     |
| \$49,020 to \$98,040   | 20.5%  |                |              |                 |     |                      |       |                       |     |                        |     |                |     |
| \$98,040 to \$151,978  | 26%  |                |              |                 |     |                      |       |                       |     |                        |     |                |     |
| \$151,978 to \$216,511   | 29%  |                |              |                 |     |                      |       |                       |     |                        |     |                |     |
| Over \$216,511   | 33%  |                |              |                 |     |                      |       |                       |     |                        |     |                |     |
| Canadian eligible dividends  | Gross up is 38%; taxable is 138% of actual dividend<br>Federal tax credit is 20.73% of actual dividend amount  |                |              |                 |     |                      |       |                       |     |                        |     |                |     |
| Other than eligible Canadian dividends   | Gross up is 15%; taxable amount is 115% of actual dividend<br>Federal tax credit is 10.38% of actual dividend  |                |              |                 |     |                      |       |                       |     |                        |     |                |     |
| Lifetime capital gains exemption for qualified small business shares and qualified farm or fishing property (gross gain) | \$892,218  |                |              |                 |     |                      |       |                       |     |                        |     |                |     |
| Additional lifetime capital gains exemption for qualified farm or fishing property (gross gain)                          | \$107,782  |                |              |                 |     |                      |       |                       |     |                        |     |                |     |
| <b>Retirement</b>  |  |                |              |                 |     |                      |       |                       |     |                        |     |                |     |
| Maximum CPP/QPP benefit at age 65  | \$1,203.75 per month   |                |              |                 |     |                      |       |                       |     |                        |     |                |     |
| Maximum CPP/QPP* benefit at age 60   | \$770.40 (\$1,203.75 x 64%)  |                |              |                 |     |                      |       |                       |     |                        |     |                |     |
| Maximum CPP/QPP* benefit at age 70   | \$1,709.32 (\$1,203.75 x 142%)   |                |              |                 |     |                      |       |                       |     |                        |     |                |     |
| Maximum Monthly OAS benefit at age 65  | \$615.37 - January 2021 to March 2021 adjusted quarterly   |                |              |                 |     |                      |       |                       |     |                        |     |                |     |

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|---|--|
| Maximum Monthly OAS benefit at age 70                                     | \$836.90 (\$615.37 x 136%) - January 2021 to March 2021 adj. quarterly   |
| OAS clawback rate   | \$0.15 for every \$1 of net income above \$79,845 (\$79,054 for 2020) and eliminated when net income exceeds \$129,075 (\$128,149 for 2020)<br>OAS is recovered July 2021 - June 2022 for the 2020 tax year  |
| RRSP withholding tax / RRIF withholding for amounts in excess of minimums | 10% (20% in Quebec) on amounts up to \$5,000<br>20% (25% in Quebec) on amounts over \$5,000 up to \$15,000<br>30% (30% in Quebec) on amounts over \$15,000   |
| Age amount credit - individuals age 65 or older on December 31, 2021      | \$7,713 - reduced by 15% for net income over \$38,893, credit fully eliminated at net income of \$90,313   |
| <b>Disability Savings</b>   |  |
| Maximum RDSP contribution   | Unlimited annual up to lifetime maximum of \$200,000 per beneficiary   |
| Annual RDSP Canada Disability Savings Grant (CDSG) matches                | Amount of grant when family income is \$98,040 or less:<br>- on the first \$500 contribution - 300% match up to \$1,500/year<br>- on the next \$1,000 contribution - 200% match up to \$2,000/year<br>Amount of grant when family income is more than \$98,040:<br>- on the first \$1,000 contribution - 100% match up to \$1,000/year |
| Lifetime CDSG limit   | \$70,000   |
| Annual RDSP Canada Disability Savings Bond (CDSB) maximum                 | \$1,000 (no bond entitlement when income exceeds \$49,020)   |
| Lifetime CDSB limit   | \$20,000   |
| Disability amount credit  | \$8,662  |
| <b>Payroll Deductions</b>   |  |
| CPP/QPP employer & employee contribution rate                             | 5.45% (5.9% in Quebec) over the \$3,500 basic exemption  |
| CPP/QPP maximum contribution  | \$3,166.45 (\$3,427.90 in Quebec)  |
| CPP/QPP maximum contribution for self-employed                            | \$6,332.90 (\$6,855.80 in Quebec)  |
| CPP/QPP maximum pensionable earnings                                      | \$61,600   |
| EI employee premium rate  | 1.58% (1.18% in Quebec)  |
| EI employer premium rate  | 2.21% (1.65% in Quebec)  |
| EI employee maximum premium   | \$889.54 (\$664.34 in Quebec)  |
| EI employer maximum premium   | \$1,245.36 (\$930.08 in Quebec)  |
| EI employee maximum insurable earnings                                    | \$56,300   |
| Quebec Parental Insurance Plan (QPIP) employee contribution rate          | 0.494%   |
| Quebec Parental Insurance Plan (QPIP) employer contribution rate          | 0.692%   |
| Quebec Parental Insurance Plan (QPIP) self-employed contribution rate     | 0.878%   |
| QPIP employee maximum premium   | \$412.49   |
| QPIP employer maximum premium   | \$577.82   |
| QPIP self-employed maximum premium  | \$733.13   |
| Maximum QPIP insurable earnings   | \$83,500   |

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| <b>Government Links</b>                |   |
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| Canada Revenue Agency website          | <a href="https://www.canada.ca/en/services/taxes.html">https://www.canada.ca/en/services/taxes.html</a>                                     |
| Canada Revenue Agency general helpline | 1-800-959-8281  |
| Canada Public Pensions website         | <a href="https://www.canada.ca/en/services/benefits/publicpensions.html">https://www.canada.ca/en/services/benefits/publicpensions.html</a> |
| Phone number for CPP/OAS queries       | 1-800-277-9914  |
| Phone number for QPP queries           | 1-800-463-5185  |
| Retraite Québec website                | <a href="http://www.retraitequebec.gouv.qc.ca">www.retraitequebec.gouv.qc.ca</a>  |

\* **QPP – QPP also takes into account other factors such as year of birth and QPP income for determining the early withdrawal penalty or the deferral bonus.**

**Information is current as of January 2021 and is subject to change.**

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