

Tax Reference Sheet 2018

Government plans

Old Age Security (benefit rates from January to March 2018)

| Type of benefit | Beneficiary | Maximum monthly benefit | Maximum annual income |
|------------------------------------|--|-------------------------|-----------------------|
| Old Age Security (OAS) | At age 65 | \$586.66 | See below* |
| | At age 70 (+36%) | \$797.86 | |
| Guaranteed Income Supplement (GIS) | Single | \$876.23 | \$17,784 |
| | Annuitant's spouse | \$527.48 | \$23,520 |
| | Spouse of the non-annuitant | \$873.23 | \$42,624 |
| | Spouse of the beneficiary receiving the allocation | \$527.48 | \$42,624 |
| Allowance | All beneficiaries | \$1,114.14 | \$32,928 |
| Allowance for the Survivor | All beneficiaries | \$1,328.08 | \$23,952 |

Source: Government of Canada <https://www.canada.ca/en.html>

*Annuitants whose net personal income exceeds \$75,910 must repay all or a portion of the maximum Old Age Security (OAS). The refund is normally deducted from the monthly pension before it is paid. The entire OAS pension is withheld when the annuitant's net income is at least \$122,843.

The Guaranteed Income Supplement (GIS) provides an additional income for low-income retirees. It is added to the OAS. The sources of income to calculate GIS eligibility are the following: Canada Pension Plan (CPP) or Quebec Pension Plan (QPP) benefits, benefits from a registered pension plan (pension fund), benefits from a foreign pension plan, RRSP or RRIF income, employment insurance benefits, interest, dividends or capital gains realized from savings, income from rental property, all income from employment or other sources (alimony, employment injury benefits, etc.).

The Allowance and the Allowance for the Survivor are paid to people between age 60 and 64 who have lived in Canada for at least 10 years.

QPP and CPP (2018)

| | QPP | CPP |
|---|---------------------------|---------------------------|
| Retirement pension at age 65 (maximum pension) ⁽¹⁾ | \$1,134.17 ⁽²⁾ | \$1,134.17 ⁽²⁾ |
| Retirement pension at age 60 (-36%) | \$725.87 | \$725.87 |
| Retirement pension at age 70 (+42%) | \$1,610.52 | \$1,610.52 |
| Disability benefit | \$1,335.80 | \$1,335.83 |
| Orphan's benefit and pension for a disabled person's child ⁽³⁾ | \$244.64 | \$244.64 |
| Surviving spouse's benefit ⁽²⁾ | | |
| - under age 65 | \$910.48 ⁽⁴⁾ | \$614.62 |
| - age 65 or over | \$680.50 | \$680.50 |
| Combined survivor's benefit and retirement benefit (retirement at age 65) | \$1,134.17 | \$1,134.17 |
| Combined survivor's and disability benefit | \$1,335.80 | \$1,335.83 |
| Death benefit (maximum lump-sum) | \$2,500.00 | \$2,500.00 |

⁽¹⁾ Maximum pension: Calculated using the average of the Maximum Pensionable Earnings for the last five years.

⁽²⁾ The CPP and the QPP can be requested starting at age 60; however, the monthly payments will be reduced by: 0.6% x the number of months until the annuitant turns 65 (e.g., 0.6% x 60 months = 36%). After age 65, increased by 0.7% per month to a maximum of 42%.

⁽³⁾ Orphan or child under 18.

⁽⁴⁾ For an annuitant between 45 and 64.

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Income tax withholding rate on RRSP or RRIF withdrawals

| Retirement in excess of the prescribed minimum | All provinces except Quebec | Quebec |
|--|-----------------------------|--------|
| Up to \$5,000 | 10% | 20% |
| \$5,001 to \$15,000 | 20% | 25% |
| Over \$15,000 | 30% | 30% |

Minimum RRIF withdrawals^{*}

| Age on January 1 | Issued after December 31, 1992 | Issued before December 31, 1992 |
|------------------|--------------------------------|---------------------------------|
| 65 | 4.00% | 4.00% |
| 66 | 4.17% | 4.17% |
| 67 | 4.35% | 4.35% |
| 68 | 4.55% | 4.55% |
| 69 | 4.76% | 4.76% |
| 70 | 5.00% | 5.00% |
| 71** | 5.28% | 5.26% |
| 72 | 5.40% | 5.56% |
| 73 | 5.53% | 5.88% |
| 74 | 5.67% | 6.25% |
| 75 | 5.82% | 6.67% |
| 76 | 5.98% | 7.14% |
| 77 | 6.17% | 7.69% |
| 78 | 6.36% | 8.33% |
| 79 | 6.58% | 8.53% |
| 80 | 6.82% | 8.75% |
| 81 | 7.08% | 8.99% |
| 82 | 7.38% | 9.27% |
| 83 | 7.71% | 9.58% |
| 84 | 8.08% | 9.93% |
| 85 | 8.51% | 10.33% |
| 86 | 8.99% | 10.79% |
| 87 | 9.55% | 11.33% |
| 88 | 10.21% | 11.96% |
| 89 | 10.99% | 12.71% |
| 90 | 11.92% | 13.62% |
| 91 | 13.06% | 14.73% |
| 92 | 14.49% | 16.12% |
| 93 | 16.34% | 17.92% |
| 94 | 18.79% | 20.00% |
| 95 and over | 20.00% | 20.00% |

Note: No mandatory minimum withdrawal in the year of establishment.

* Consult the Canada Revenue Agency (www.cra-arc.gc.ca) for more details on the Proposed Measure for Annuitants of Registered Retirement Income Funds.

** For annuitants under age 71, use the following formula: 1/(90-age).

RRSP contribution ceiling

The lesser of 18% of earned income and the following maximum RRSP contribution:

| Year | Maximum RRSP contribution |
|------|---------------------------|
| 2014 | \$24,270 |
| 2015 | \$24,930 |
| 2016 | \$25,370 |
| 2017 | \$26,010 |
| 2018 | \$26,230 |
| 2019 | \$26,500 |

The RRSP ceiling is decreased by the pension adjustment or the past service pension adjustment and is increased by any other rectified pension adjustment.

TFSA contribution ceiling

| Year | Maximum TFSA contribution |
|-----------------------|--------------------------------------|
| 2009 to 2012 | \$5,000 |
| 2013 and 2014 | \$5,500 |
| 2015 | \$10,000 |
| 2016 to 2018 | \$5,500 |
| 2019 | Indexed and rounded to nearest \$500 |
| 2018 cumulative total | \$57,500 |

Unused contribution room can be deferred to future years.

| Tax table by province (2018) | | | | | | |
|--|-----------------------------|---|---------------|----------------------|---|--|
| Province | Joint maximum marginal rate | | | Personal base amount | Rate by income bracket | |
| | Salary and interest | Canadian dividends (regular) (non-eligible) | Capital gains | | | |
| Federal | 33.00% | 26.65% | 16.50% | \$11,809 | \$0 - \$46,605 \$46,606 - \$93,208 \$93,209 - \$144,489 \$144,490 - \$205,842 \$205,843 and over | 15.00% 20.50% 26.00% 29.00% 33.00% |
| British Columbia | 49.80% | 43.73% | 24.90% | \$10,412 | 0 - \$39,676 \$39,677 - \$79,353 \$79,354 - \$91,107 \$91,108 - \$110,630 \$110,631 - \$150,000\$ \$150,001 and over | 5.06% 7.70% 10.50% 12.29% 14.70% 16.80% |
| Alberta | 48.00% | 41.64% | 24.00% | \$18,915 | \$0 - \$128,145 \$128,146 - \$153,773 \$153,774 - \$205,031 \$205,032 - \$307,547 \$307,548 and over | 10.00% 12.00% 13.00% 14.00% 15.00% |
| Saskatchewan | 47.50% | 39.76% | 23.75% | \$16,065 | \$0 - \$45,225 \$45,226 - \$129,214 \$129,215 and over | 10.50% 12.50% 14.50% |
| Manitoba | 50.40% | 45.92% | 25.20% | \$9,382 | \$0 - \$31,843 \$31,844 - \$68,821 \$68,822 and over | 10.80% 12.75% 17.40% |
| Ontario ⁽¹⁾⁽²⁾ | 53.53% | 46.84% | 26.77% | \$10,354 | \$0 - \$42,960 \$42,961 - \$85,923 \$85,924 - \$150,000 \$150,001 - \$220,000 \$220,001 and over | 5.05% 9.15% 11.16% 12.16% 13.16% |
| Quebec | 53.31% | 43.94% | 26.65% | \$15,012 | \$0 - \$43,055 \$43,056 - \$46,605 \$46,606 - \$86,105 \$86,106 - \$93,208 \$93,209 - \$104,765 \$104,766 - \$144,489 \$144,490 - \$205,842 \$205,843 and over | 27.53% 32.53% 37.12% 41.12% 45.71% 47.46% 49.97% 53.31% |
| The tax rates by bracket represent the combined federal and provincial rate and take the abatement into account. | | | | | | |
| New Brunswick | 53.30% | 46.88% | 26.65% | \$10,043 | \$0 - \$41,675 \$41,676 - \$83,351 \$83,352 - \$135,510 \$135,511 - \$154,382 \$154,383 and over | 9.68% 14.82% 16.52% 17.84% 20.30% |
| Nova Scotia | 54.00% | 47.33% | 27.00% | \$8,481 | \$0 - \$29,590 \$29,591 - \$59,180 \$59,181 - \$93,000 \$93,001 - \$150,000 \$150,001 and over | 8.79% 14.95% 16.67% 17.50% 21.00% |
| Prince Edward Island ⁽²⁾ | 51.37% | 44.25% | 25.69% | \$8,160 | \$0 - \$31,984 \$31,985 - \$63,969 \$63,970 and over | 9.80% 13.80% 16.70% |
| Newfoundland and Labrador | 51.30% | 43.81% | 25.65% | \$9,247 | \$0 - \$36,926 \$36,927 - \$73,852 \$73,853 - \$131,850 \$131,851 - \$184,590 \$184,591 and over | 8.70% 14.50% 15.80% 17.30% 18.30% |
| Nunavut | 44.50% | 36.78% | 22.25% | \$13,325 | \$0 - \$44,437 \$44,438 - \$88,874 \$88,875 - \$144,488 \$144,489 and over | 4.00% 7.00% 9.00% 11.50% |
| Yukon ⁽²⁾ | 48.00% | 41.42% | 24.00% | \$11,809 | \$0 - \$46,605 \$46,606 - \$93,208 \$93,209 - \$144,489 \$144,490 - \$500,000 \$500,001 and over | 6.40% 9.00% 10.90% 12.80% 15.00% |
| Northwest Territories | 47.05% | 35.98% | 23.53% | \$14,492 | \$0 - \$42,209 \$42,210 - \$84,420 \$84,421 - \$137,248 \$137,249 and over | 5.90% 8.60% 12.20% 14.05% |

⁽¹⁾Does not include the Ontario Health Premium. ⁽²⁾Does not include the surtax on provincial tax.

Provincial rates are subject to change depending on 2018 federal and provincial budgets. Published as at February 20, 2018.

| Registered Education Savings Plan (RESP) | |
|--|---|
| | Details |
| Maximum contributions | - \$50,000 lifetime, per beneficiary. - There is no annual contribution limit for RESPs. |
| Cut-off date for contributions | December 31 of the 31 st year of the plan. |
| Age limit for the plan | The plan must be liquidated before December 31 of the 35th year of the plan's establishment. |
| Canada Education Savings Grant (CESG) | Basic: 20% for the first \$2,500 of contributions per year, i.e. \$500, until December 31 of the year in which the beneficiary turns 17. Unused contribution room can be deferred to subsequent years in order to obtain an amount of up to \$1,000 for a given year. Increased: applicable only to the first \$500 in contributions. - 30% if the net family income ¹ is between \$46,606 and \$93,208. - 40% if the net family income ¹ is lower than \$46,605. Non-deferrable if not used in a given year. |
| Canada Learning Bond (CLB) | Paid to children born on or after January 1, 2004, whose family is eligible for the National Child Benefit (family income lower than \$46,605* in 2018), or who are under public curatorship and for whom a special child allowance is paid. The amount allocated for the CLB is \$500 the first year and \$100 for subsequent years, up to a maximum of \$2,000 over a period of 15 years. |
| CESG eligibility for beneficiaries age 16 and 17 | Before the beneficiary's 16th birthday, the subscriber will have to pay a minimum of \$2,000 in contributions or \$100 in contributions per year for 4 years. |
| QESI ² and SAGES ³ | - 10% of contributions made during the year up to \$250 - Up to \$250/year in unused contribution room from previous years can be added to the basic amount |
| BCTESG ⁴ | One-time grant of \$1,200 per eligible beneficiary born after January 1, 2006 or later |
| Contribution withdrawals | The subscriber can withdraw contributions at any time with no tax penalties. However, he/she may be obligated to repay the CESG if the EAPs have not begun. |
| Educational Assistance Payments (EAP) | Composed of the CESG and accumulated income. Maximum of \$5,000 during the first 13 weeks of an eligible program; no subsequent limit. |

¹ The net family income is equal to the gross income less all deductions and tax credits. This is the same income as that used to calculate an RRSP deduction.

² QESI: Quebec Education Savings Incentive

³ SAGES: Saskatchewan Advantage Grant for Education Saving. Until further notice, the SAGES program has been suspended as of January 1, 2018. During the suspension period SAGES will not be paid on any contributions.

⁴ BCTESG: British Columbia Training and Education Savings Grant

Canada Pension Plan (CPP)
Old Age Security (OAS)
Guaranteed Income Supplement (GIS)
 Toll-free: 1-800-277-9915
 Website: www.dsc.gc.ca

Quebec Pension Plan (QPP)
 Montreal region: 514-873-2433
 Quebec City region: 418-643-5185
 Toll-free: 1-800-463-5185
 Website: www.rrq.gouv.qc.ca

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