

# THE NAVIGATOR

## 2014 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 2014.

Retirement	
Maximum CPP/QPP benefit at age 65	\$1,038.33 per month
Maximum CPP/QPP benefit at age 60 if born before 1954	CPP \$689.45 per month (33.6% max reduction) QPP \$726.83 per month (30% max reduction)
Maximum CPP/QPP benefit at age 60 if born after 1953	CPP \$689.45 per month (33.6% max reduction) QPP \$708.14 per month (31.8% max reduction)
Maximum CPP/QPP at age 70	\$1,474.43 per month (42% max increase)
Maximum CPP contribution – employer and employee	\$2,425.50 each annually
Maximum CPP contribution for self-employed	\$4,851.00 annually
YMPE – Yearly Maximum Pensionable Earnings	\$52,500
Maximum OAS benefit for Q1	\$551.54 per month
OAS clawback rate	\$0.15 for every \$1 of net income above \$71,592; the full OAS is eliminated at a net income of \$115,716 or higher
CANSIM rate	3.01% (minimum rate for provinces is still 6%)
RRSP – maximum annual deduction limit	\$23,820 for 2013 \$24,270 for 2014
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	\$5,000 each year 2009-2012 \$5,500 each year 2013 - 2014
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. <b>Plus</b> 20% of next \$2,500 per beneficiary if carryforward room is available = additional CESG up to \$500. Maximum annual CESG = \$1,000/year/beneficiary



Tax											
El – maximum annual premium	\$937.38 (\$767.88 in Quebec due to separate maternity and parental benefits)										
El – insured earnings	\$48,600										
Basic personal tax exemption	\$11,138 (base) \$1,671 (credit)										
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 – \$43,953</td> <td>15%</td> </tr> <tr> <td>\$43,954 – \$87,907</td> <td>22%</td> </tr> <tr> <td>\$87,908 – \$136,270</td> <td>26%</td> </tr> <tr> <td>\$136,271 – and over</td> <td>29%</td> </tr> </tbody> </table>	Taxable income	Federal rate	\$0 – \$43,953	15%	\$43,954 – \$87,907	22%	\$87,908 – \$136,270	26%	\$136,271 – 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 18%; taxable amount is 118% Federal tax credit is 11.0% of taxable amount										
Personal tax calculator website	<a href="http://www.ey.com/ca/en/services/tax/tax-calculators">http://www.ey.com/ca/en/services/tax/tax-calculators</a>										
Government links											
Canada Revenue Agency website	<a href="http://www.cra-arc.gc.ca/menu-e.html">www.cra-arc.gc.ca/menu-e.html</a>										
Canada Revenue Agency General Help Line	1-800-959-8281										
Phone number for CPP/OAS queries	1-800-277-9914 <a href="http://www.servicecanada.gc.ca/eng/common/contactus/index.shtml#cpp">http://www.servicecanada.gc.ca/eng/common/contactus/index.shtml#cpp</a>										
Phone number for QPP queries	<b>Regie de Rentes:</b> 1-800-463-5185 <a href="http://www.rrq.gouv.qc.ca/en/services/nous_joinre/Pages/nous_joinre.aspx">http://www.rrq.gouv.qc.ca/en/services/nous_joinre/Pages/nous_joinre.aspx</a>										

*If you have any questions or require clarification of any of the issues discussed in this document, do not hesitate to discuss these with your advisor.*

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