

2012 - HANDY FINANCIAL PLANNING FACTS

Max. CPP benefit at age 65	\$986.67 per month										
Max. CPP benefit at age 60	\$678.83 per month (31.2% reduction)										
Max. CPP from Employer & Employee	\$2,306.70 each annually										
Max. CPP contribution self-employed	\$4,613.40 annually										
Max. OAS benefit for Q1	\$540.12 per month										
Max. EI annual premium	\$839.97 EI insured earnings = \$45,900										
OAS clawback rate	\$0.15 for every \$1 of Net Income above \$69,562 (eliminated at \$112,772)										
Yearly Max. Pensionable Earnings	\$50,100										
Max. annual RRSP deduction limit & withholding tax on withdrawals	\$22,450 for 2011 \$22,970 for 2012 10% for amounts less than \$5,000 20% for amounts of \$5,000-\$15,000 30% for amounts over \$15,000										
Basic Personal Tax exemption	\$10,822										
Maximum annual educational RESP contribution per beneficiary. <i>Note: if unused room available: \$5,000/yr max.</i>	Unlimited up to lifetime maximum of \$50,000 per beneficiary. \$2500 per beneficiary = \$500 CESG. Plus an additional \$2,500 per beneficiary if carry forward room is available. Max. CESG = \$1,000/year per bene.										
Federal tax brackets and rates based on taxable income (NOTE: Provincial Marginal Tax Rates are approximates and may vary)	<table style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: left;"><u>Taxable Inc.</u></th> <th style="text-align: left;"><u>Fed. rate</u></th> </tr> </thead> <tbody> <tr> <td>\$0 - \$42,706</td> <td>15%</td> </tr> <tr> <td>\$42,707 - \$85,413</td> <td>22%</td> </tr> <tr> <td>\$85,414 - \$132,405</td> <td>26%</td> </tr> <tr> <td>\$132,406 – and over</td> <td>29%</td> </tr> </tbody> </table>	<u>Taxable Inc.</u>	<u>Fed. rate</u>	\$0 - \$42,706	15%	\$42,707 - \$85,413	22%	\$85,414 - \$132,405	26%	\$132,406 – and over	29%
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Eligible Dividends (most public companies)	Gross up is 38%; Taxable Amount is 138%; Federal Tax Credit 13.3333% of taxable amount										
CRA Tax website	www.cra-arc.gc.ca/menu-e.html										
Personal Canadian Tax Calculator	www.ey.com/CA/en/Services/Tax/Tax-Calculators-2011-Personal-Tax										
CRA General Help Line	1-800-959-8281										
Phone number for CPP/OAS queries	1-800-277-9914										
Phone number for QPP queries	1-800-463-5185										

Courtesy of:

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