

Contribution Reminders

BMO Nesbitt Burns RRSP / TFSA / RESP

Start the year off right by maximizing the value of your registered/tax-sheltered accounts – including your Registered Retirement Savings Plan (“RRSP”), Tax-Free Savings Account (“TFSA”), and Registered Education Savings Plan (“RESP”). By making your annual contribution(s) early in the year, you’ll benefit from the tax-sheltered growth in your plan(s) all year long.

RRSP contribution details

- The deadline for making your **2018 RRSP contribution** is **March 1, 2019**. The maximum RRSP contribution limit for 2018 is **\$26,230**; however, to confirm your personal 2018 RRSP contribution limit, refer to your Notice of Assessment sent by the Canada Revenue Agency (the “CRA”) after you filed your 2017 income tax return.
- If you’ve already made your 2018 RRSP contribution, consider making your **2019 RRSP contribution**. Your 2019 RRSP contribution limit is based on:
 - Lesser of \$26,500 or 18% of your 2018 earned income; less
 - Any applicable pension adjustments; plus
 - Any unused contribution room carried forward from 2017.

TFSA contribution details

- Starting in 2019, the **TFSA contribution limit** was increased to **\$6,000**.
- Any unused contribution room – dating back to 2009 when TFSAs were first introduced – carries forward and can be used in any future year.
- You can gift funds to your spouse/common law partner (“spouse/partner”) or adult child to allow them to contribute to their own TFSA (subject to their personal TFSA contribution limit). Income earned within a spouse’s/partner’s or adult child’s TFSA will not be attributed back to you.

RESP contribution details

- **There is no minimum annual contribution limit**. However, there is a maximum lifetime contribution limit of \$50,000 per beneficiary. The number of years over which contributions can be made to an RESP is 31 years.
- The federal government’s **Canada Education Savings Grant (“CESG”)** pays 20 per cent of annual contributions per beneficiary to an RESP, up to a maximum of \$500 per beneficiary. The maximum lifetime CESG is \$7,200 per beneficiary.

Please contact the office for more information, or to make your contribution to any of your plans.



BMO Wealth Management provides this publication for informational purposes only and it is not and should not be construed as professional advice to any individual. The information contained in this publication is based on material believed to be reliable at the time of publication, but BMO Wealth Management cannot guarantee the information is accurate or complete. Individuals should contact their BMO representative for professional advice regarding their personal circumstances and/or financial position. The comments included in this publication are not intended to be a definitive analysis of tax applicability or trust and estates law. The comments are general in nature and professional advice regarding an individual's particular tax position should be obtained in respect of any person's specific circumstances.

BMO Wealth Management is a brand name that refers to Bank of Montreal and certain of its affiliates in providing wealth management products and services. Not all products and services are offered by all legal entities within BMO Wealth Management.

BMO Private Banking is part of BMO Wealth Management. Banking services are offered through Bank of Montreal. Investment management services are offered through BMO Private Investment Counsel Inc., an indirect subsidiary of Bank of Montreal. Estate, trust, planning and custodial services are offered through BMO Trust Company, a wholly owned subsidiary of Bank of Montreal.

BMO Nesbitt Burns Inc. provides comprehensive investment services and is a wholly owned subsidiary of Bank of Montreal. If you are already a client of BMO Nesbitt Burns Inc., please contact your Investment Advisor for more information. All insurance products and advice are offered through BMO Nesbitt Burns Financial Services Inc. by licensed life insurance agents, and, in Quebec, by financial security advisors.

©“BMO (M-bar roundel symbol)” is a registered trade-mark of Bank of Montreal, used under licence.

All rights are reserved. No part of this publication may be reproduced in any form, or referred to in any other publication, without the express written permission of BMO Wealth Management.

ID1572 (12/18)