

Registered Disability Savings Plan (RDSP)

What is an RDSP?

The Registered Disability Savings Plan (RDSP) is a savings plan designed specifically for people with disabilities in Canada. This tax-deferred savings account is intended to assist parents and others in planning for the long-term financial security of their relatives and others with disabilities that are eligible for the Disability Tax Credit (DTC).

Who are the eligible beneficiaries of an RDSP?

A person may be designated as a Beneficiary if they meet the following requirements:

- Eligible for the Disability Tax Credit (DTC)
- Valid Social Insurance Number (SIN)
- Be a resident of Canada
- Under the age of 60

Note: A Beneficiary can have only one RDSP at any time.

What kind of Grants or Bonds are available to pay into an RDSP?

1. **Canada Disability Savings Grant:** A matching grant that the Government will match up to 300%, depending on the beneficiary's income and contribution.
2. **Canada Disability Savings Bond:** Dependent upon the beneficiary's income, the Government will provide a bond of up to \$1,000 per year.

Who can set up an RDSP?

The Holder is the person who establishes the RDSP and makes contributions into the RDSP on behalf of the Beneficiary. For Beneficiaries over the age of majority and contractually competent, the Holder must be the Beneficiary.



For more information on RDSP grants and bonds, visit www.Canada.ca/RDSP

Who Can Contribute to an RDSP?

Anyone can contribute to an RDSP with the written permission of the Holder. The Beneficiary must be a resident of Canada when each contribution is made into the RDSP. Contributors are not entitled to a refund of their contributions.

Qualified Investments for RDSPs

The types of investments are restricted under the Income Tax Act of Canada, qualified investments include:

- Savings Accounts
- Term Deposits and GICs
- Mutual Funds



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