

HOUSING PROVIDER BULLETIN

Treatment of Registered Disability Savings Plans (RDSP)

With the recent regulation changes, for RGI calculation purposes, the Province has exempted RDSP contributions and withdrawals as income and assets. O.Reg. 298/01 s.50.

An RDSP is a savings plan that helps parents and others save for the long term financial security of a person with a severe disability. The beneficiary of the RDSP must be eligible for the federal Disability Tax Credit.

Contributions made to the RDSP may be added to by the Federal Government through a Canada Disability Saving Grant and a Canada Disability Saving Bond.

For RGI calculation, please note:

- interest, dividends and any other income received from or accrued in the RDSP is excluded from the RGI calculation
- imputed income is not calculated against the value of an RDSP
- contributions to the RDSP from family or other people are excluded from the RGI calculation
- Canada Disability Saving Grants and Canada Disability Savings Bonds paid into the RDSP are excluded from the RGI calculation
- withdrawals from the RDSP are excluded from the RGI calculation

Please contact your Program Co-ordinator if you have questions.

For further information, please visit:

RDSP website: www.rdsp.com

Canada Revenue Agency website: www.cra.gc.ca