

RETIREMENT SAVINGS PLAN

Sample Retirement Savings Plan

prepared with

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RETIREMENT SAVINGS PLAN

RETIREMENT PLAN

KAREN AND BILL SWIRE

PROVINCE OF ONTARIO

AS AT JANUARY 1, 2021

PREPARED BY DAVID GOBEIL, CPA, CA, CFP

RETIREMENT SAVINGS PLAN

Karen and William Swire
123 Main Street
Anywhere, Canada

Dear Karen and Bill,

Personal Financial Planner's Comments

This Retirement Plan has been prepared solely for your use in arranging your financial affairs to progress towards meeting your retirement objectives.

The projections included in the plan are based upon certain principles for the use of tax-paid capital, tax-free savings accounts, and registered retirement savings plan. The amounts of withdrawals and contributions in the projections are based upon these principles and I suggest that you use these amounts to guide your conversion of funds into income and your investment of excess funds.

Retirement planning is an ongoing process, and you will have to update your plan on a regular basis as investment returns, income taxes and your expenses change. I suggest that you revise your plan annually.

I have prepared this Retirement Plan, which includes projections of post-retirement incomes from information and assumptions supplied by you. The assumptions used are not certain to occur and other events not reflected in the assumptions may occur. If events do not occur as assumed, the actual results achieved may vary significantly from the projected outcome.

You will appreciate that tax-planning advice is based upon interpretation of the law including the general anti-avoidance rule and experience with the revenue authorities. Accordingly, the conclusions reached, and views expressed are often matters of opinion, rather than certainty.

Yours very truly,

David

David R. Gobeil, CPA, CA, CFP

RETIREMENT SAVINGS PLAN

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1. Retirement Objectives

The purpose of the retirement plan is to determine how you can use your financial resources to meet your retirement objectives, which are:

- to accumulate the funds for Bill to retire in 17 years and Karen to retire in 17 years;
- to maintain your desired standard of living throughout 24 years of Bill's retirement and 26 years of Karen's retirement;
- to maintain your standard of living as measured by lifestyle expenditures of \$126,000 per year in current dollars plus inflation protection of 3.00%; and
- to enable your surviving spouse to maintain their standard of living.

2. Action Plan

The actions identified to meet your objectives are:

- on an annual basis, compare the amounts of your savings to your accumulation plan and save the amounts indicated in the plan adjusting these amounts if necessary for any shortfalls in meeting your savings targets;
- update your plan on an annual basis as investment returns, income taxes and your expenses change;
- use the amounts of withdrawals in the projections to guide your conversion of funds into income;
- use the amounts of contributions in the projections to guide your investment of excess funds;
- when preparing your income tax returns, you should compare the calculations on your return to those in the income tax projections and investigate any significant differences; and
- prepare an estate plan.

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3. Annual Savings Planned for Retirement

Based upon the retirement income projections, the following savings plan has been prepared to guide you in accumulating the additional funds required to meet your retirement objectives. Your saving plan shows your annual Registered Retirement Savings Plan (RRSP) contributions, Tax-free Savings Account (TFSA) contributions, and any additional savings as Tax-Paid Capital.

ANNUAL SAVINGS PLAN FOR BILL AS AT JANUARY 1, 2021

Year	< Registered Retirement Savings Plan >				< Tax-Free Savings Account >			< Tax-Paid Capital >
	Carry forward	New room	Own RRSP	Spousal RRSP	Carry forward	New room	Savings	Savings
2021	\$38,900	-	\$0	\$38,900	\$37,000	\$6,000	\$5,000	\$0
2022	0	10,618	0	10,515	38,000	6,000	5,000	0
2023	103	11,042	0	10,936	39,000	6,500	5,000	0
2024	209	11,484	0	11,373	40,500	6,500	5,000	0
2025	320	11,943	0	11,828	42,000	6,500	5,000	0
2026	435	12,421	0	12,301	43,500	7,000	5,000	0
2027	555	12,918	0	12,794	45,500	7,000	5,000	0
2028	679	13,435	0	13,306	47,500	7,500	5,000	0
2029	808	13,972	0	13,837	50,000	7,500	5,000	0
2030	943	14,531	0	14,391	52,500	7,500	5,000	0
2031	1,083	15,113	0	14,967	55,000	8,000	5,000	0
2032	1,229	15,717	0	15,566	58,000	8,000	5,000	0
2033	1,380	16,346	0	16,188	61,000	8,500	5,000	0
2034	1,538	17,000	0	16,836	64,500	8,500	5,000	0
2035	1,702	17,679	0	17,509	68,000	9,000	5,000	0
2036	1,872	9,295	0	9,118	72,000	9,000	5,000	0
2037	2,049	9,667	0	9,483	76,000	9,500	5,000	0
Contributions before 2038			<u>\$0</u>	<u>\$249,848</u>			<u>\$85,000</u>	<u>\$0</u>
Value on January 1, 2038			<u>\$0</u>	<u>\$411,367</u>			<u>\$135,662</u>	<u>\$0</u>

RETIREMENT SAVINGS PLAN

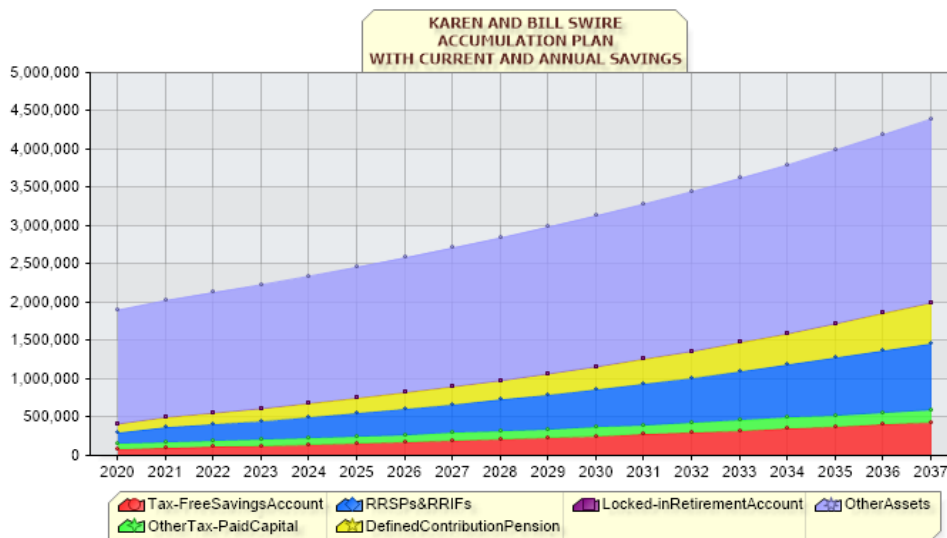
ANNUAL SAVINGS PLAN FOR KAREN AS AT JANUARY 1, 2021

Year	< Registered Retirement Savings Plan >				< Tax-Free Savings Account >			< Tax-Paid Capital >
	Carry forward	New room	Own RRSP	Spousal RRSP	Carry forward	New room	Savings	Savings
2021	32,500	-	\$4,000	\$0	\$37,000	\$6,000	\$4,000	\$0
2022	28,500	4,002	4,002	0	39,000	6,000	4,000	0
2023	28,500	4,104	4,104	0	41,000	6,500	4,000	0
2024	28,500	4,209	4,209	0	43,500	6,500	4,000	0
2025	28,500	4,317	4,317	0	46,000	6,500	4,000	0
2026	28,500	4,429	4,429	0	48,500	7,000	4,000	0
2027	28,500	4,544	4,544	0	51,500	7,000	4,000	0
2028	28,500	4,662	4,662	0	54,500	7,500	4,000	0
2029	28,500	4,784	4,784	0	58,000	7,500	4,000	0
2030	28,500	4,910	4,910	0	61,500	7,500	4,000	0
2031	28,500	5,038	5,038	0	65,000	8,000	4,000	0
2032	28,500	5,172	5,172	0	69,000	8,000	4,000	0
2033	28,500	5,309	5,309	0	73,000	8,500	4,000	0
2034	28,500	5,450	5,450	0	77,500	8,500	4,000	0
2035	28,500	5,596	5,596	0	82,000	9,000	4,000	0
2036	28,500	5,745	5,745	0	87,000	9,000	4,000	0
2037	28,500	5,900	5,900	0	92,000	9,500	4,000	0
Contributions before 2038			<u>\$82,171</u>	<u>\$0</u>			<u>\$68,000</u>	<u>\$0</u>
Value on January 1, 2038			<u>\$127,332</u>	<u>\$0</u>			<u>\$108,530</u>	<u>\$0</u>

4. Accumulation Plan for Retirement

Your current savings for retirement and your additional savings planned until retirement should accumulate to the amount of funds that you require for retirement. Your accumulation plan for retirement specifies the amount of funds that you would like to have accumulated at the end of each year until retirement.

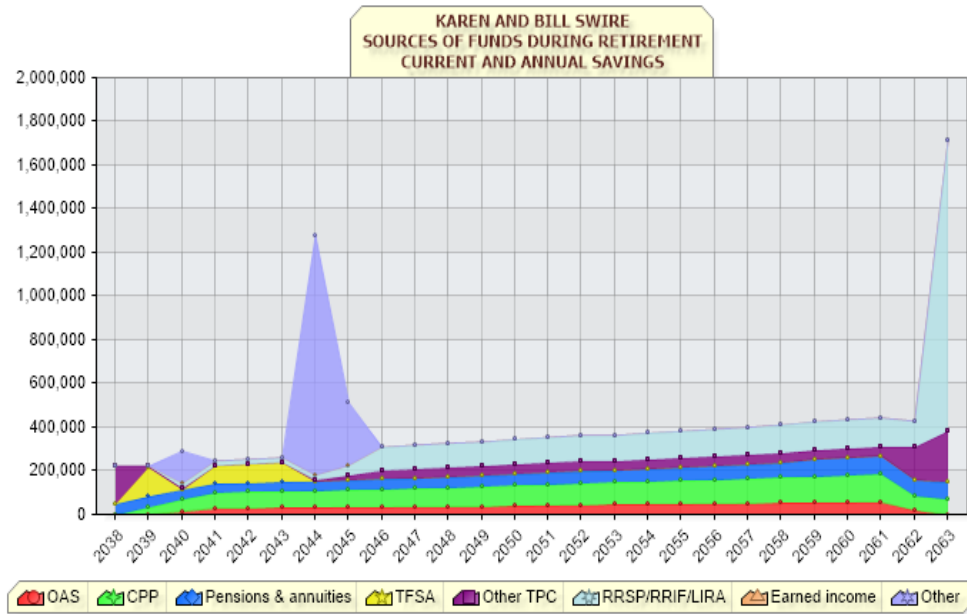
The following graph illustrates your Accumulation Plan with your Current Savings and the Annual Savings Plan.



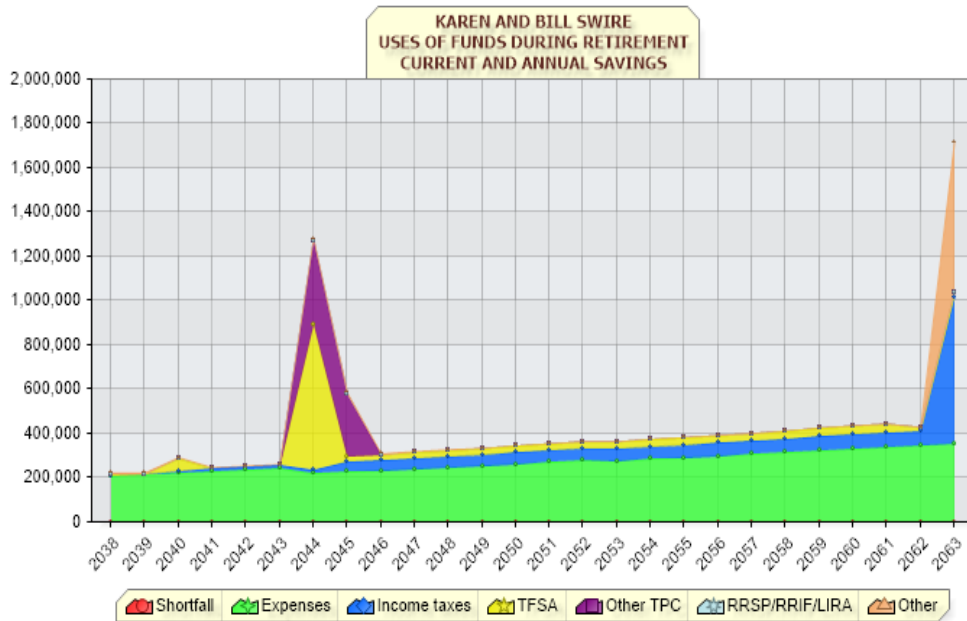
RETIREMENT SAVINGS PLAN

5. Retirement Income Projections

The following graph illustrates your projected sources of funds, which are amounts of income from employment and pensions, funds from the investment return and dispositions of various investments and funds from the sale of assets.



The following graph illustrates your projected uses of funds, which are amounts used to pay for income taxes and lifestyle expenditures; amounts of additional savings in RRSPs, TFSAs and tax-paid capital; and amounts used for the purchase of assets.

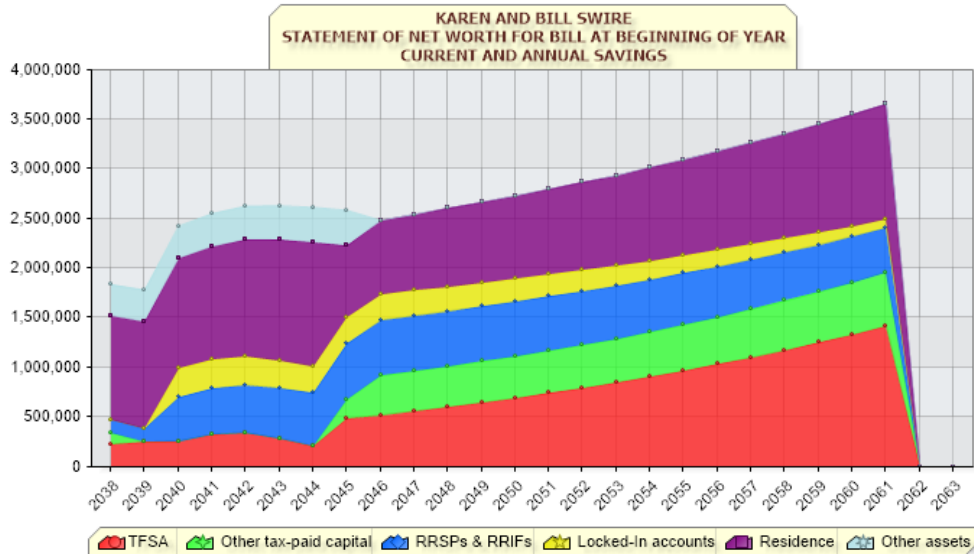
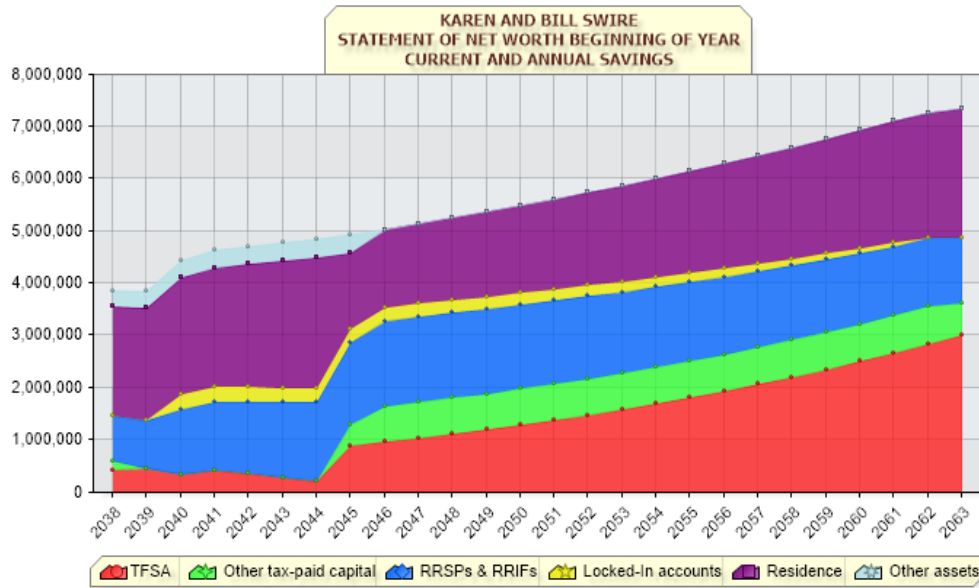


RETIREMENT SAVINGS PLAN

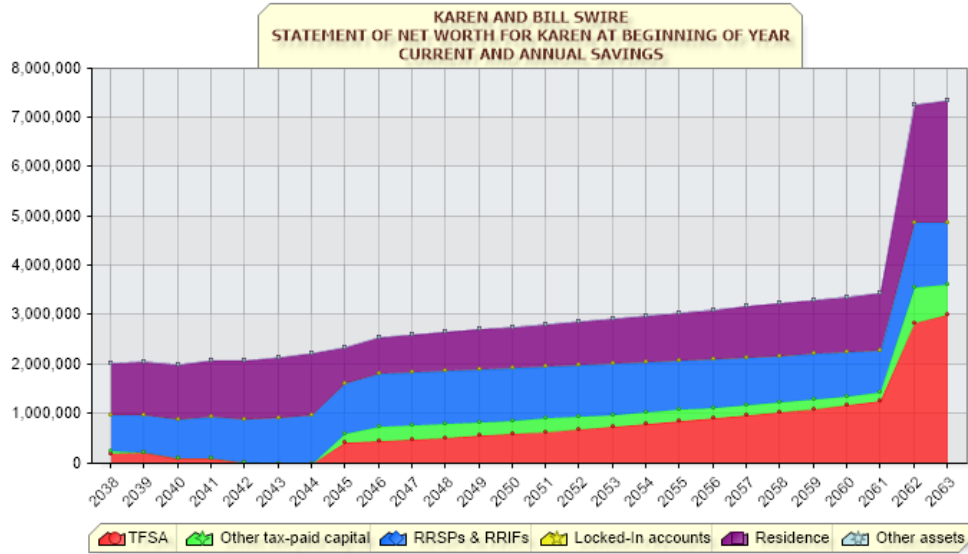
6. Projections of Net Worth

Your net worth is your assets less your liabilities. Your assets include the amounts that you have accumulated in tax-free savings accounts, other tax-paid capital, RRSPs and RRIFs, principal residences, and other assets. The Software does not track liabilities during retirement.

The following graphs illustrate your projected net worth during retirement based upon the assumptions in the plan and the Annual Savings Plan.



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7. Assets Left Upon Death

In the year of death, the assets of the deceased are transferred to beneficiaries through joint tenancies, beneficiary designations and bequests.

The Income Tax Act imposes certain taxes on tax-deferred funds in RRSPs/RRIFs/LIRAs and on capital appreciation of assets held as tax-paid capital to the extent that these assets are not rolled over to a surviving spouse/common-law partner. The amounts in a tax-free savings account are tax free upon death and would never be included in the deceased's taxable income for the year of death.

If there is no rollover to a spouse/common-law partner, the amounts for the tax-paid capital are tax free, except to the extent that there is capital appreciation in the assets, and any capital appreciation would be included in the deceased's taxable income for the year of death. If there is no rollover to a spouse/common-law partner, the amounts for the RRSPs/RRIFs/LIRAs would be included in the deceased's taxable income for the year of death.

KAREN AND BILL SWIRE ASSETS REMAINING AFTER YEARS OF DEATH BASED UPON CURRENT AND ANNUAL SAVINGS AS AT JANUARY 1, 2021

	Tax-Free Savings Account	Tax-Paid Capital	RRSP RRIF	Locked-in Retirement Account	Total
Death of Bill in 2061					
Assets at beginning of year	\$1,418,649	\$544,183	\$447,712	\$86,319	\$2,496,863
Contributions/Savings	19,500	0	0	N/A	19,500
Investment income & appreciation	71,414	17,213	21,445	4,484	114,556
Minimum RRIF/LIF withdrawal	N/A	N/A	(38,100)	(7,346)	(45,446)
Other Withdrawals for taxes & expenditures	0	(12,649)	0	(16,155)	(28,804)
Funds remaining upon death	1,509,563	548,747	431,057	67,302	2,556,669
Less: Assets rolled over to spouse	(1,509,563)	(548,747)	(431,057)	(67,302)	(2,556,669)
Tax-paid capital transferred to estate or other beneficiaries	\$0	\$0	\$0	\$0	\$0
Death of Karen in 2063					
Assets at beginning of year	\$3,006,149	\$608,207	\$1,271,001	\$0	\$4,885,357
Contributions/Savings	20,500	0	0	N/A	20,500
Investment income & appreciation	150,814	15,802	60,553	0	227,169
Minimum RRIF/LIF withdrawal	N/A	N/A	(121,381)	0	(121,381)
Other Withdrawals for taxes & expenditures	0	(231,057)	0	0	(231,057)
Funds remaining upon death	3,177,463	392,952	1,210,173	0	4,780,588
Less: Income tax on funds taxable on death	N/A	N/A	(531,752)	0	(531,752)
Tax-paid capital transferred to estate or other beneficiaries	\$3,177,463	\$392,952	\$678,421	\$0	\$4,248,836

RETIREMENT SAVINGS PLAN

Given the amount of assets that you may have upon death, you should prepare an estate plan. In particular, you should ensure that these assets are transferred to your beneficiaries through joint tenancies, beneficiary designations and bequests. There may also be opportunities to pass these assets to trusts for your beneficiaries. Properly done, an effective estate plan can ensure that your wishes are met, keep the estate administration costs to a minimum and take advantage of many opportunities for managing taxes upon death.

8. Strategies to Meet Your Objectives

The purpose of the retirement plan is to determine how you can use your financial resources to meet your retirement objectives, which are:

- to accumulate the funds for Bill to retire in 17 years and Karen to retire in 17 years;
- to maintain your desired standard of living throughout 24 years of Bill's retirement and 26 years of Karen's retirement;
- to maintain your standard of living as measured by lifestyle expenditures of \$126,000 per year in current dollars plus inflation protection of 3.00%; and
- to enable your surviving spouse to maintain their standard of living.

Based upon the assumptions in the plan, you will not be able to meet your objectives with just the funds from your Current Savings and the Annual Savings Plan. You will have to supplement these Savings as detailed in the Report of Additional Savings Required.

Retirement planning is an ongoing process, and you will have to update your plan on a regular basis as investment returns, income taxes and your expenses change. I suggest that you revise your plan annually.

The End

RETIREMENT SAVINGS PLAN

Appendix A Statement of Net Worth

Your net worth is the sum of your assets less any liabilities. While your net worth will change over your life, your current net worth is a starting point in determining your ability to meet your retirement objectives.

KAREN AND BILL SWIRE STATEMENT OF NET WORTH AS AT JANUARY 1, 2021

ASSETS	BILL	KAREN	TOTAL
Liquid Assets			
Chequing Account	\$1,400	\$1,400	\$2,800
Other	<u>2,000</u>	<u>1,100</u>	<u>3,100</u>
	3,400	2,500	5,900
Registered Retirement Assets			
Registered Retirement Savings Plans (RRSPs) & Registered Retirement Income Funds (RRIFs)	58,000	83,000	141,000
Defined-Contribution Pension Plans (RPPs)	<u>118,000</u>	<u>0</u>	<u>118,000</u>
	176,000	83,000	259,000
Investment and Business Assets			
Tax-Free Savings Accounts	41,900	41,000	82,900
Tax-Paid Capital	<u>49,600</u>	<u>22,500</u>	<u>72,100</u>
	91,500	63,500	155,000
Personal Use Assets			
Principal Residence	632,500	632,500	1,265,000
Cottage and Property 2	<u>223,000</u>	<u>0</u>	<u>223,000</u>
	855,500	632,500	1,488,000
 TOTAL ASSETS	 <u>\$1,126,400</u>	 <u>\$781,500</u>	 <u>\$1,907,900</u>
 LIABILITIES AND NET WORTH	 BILL	 KAREN	 TOTAL
Current Liabilities			
Credit Cards	\$2,800	\$2,300	\$5,100
Long-term Liabilities			
Mortgage	<u>50,000</u>	<u>50,000</u>	<u>100,000</u>
	50,000	50,000	100,000
 Estimated Deferred Income Taxes	 <u>0</u>	 <u>0</u>	 <u>0</u>
 Net Worth	 <u>1,073,600</u>	 <u>729,200</u>	 <u>1,802,800</u>
 TOTAL LIABILITIES AND NET WORTH	 <u>\$1,126,400</u>	 <u>\$781,500</u>	 <u>\$1,907,900</u>

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Appendix B Facts and Assumptions

Your retirement plan is based upon a number of facts, such as your current age and the amounts of various investable assets that you own. It is also based upon a number of assumptions, such as the number of years of retirement and the investment return on your TFSAs. The assumptions used are not certain to occur and other events not reflected in the assumptions may occur. If events do not occur as assumed, the actual results achieved may vary significantly from the projected outcome.

KAREN AND BILL SWIRE FACTS AND ASSUMPTIONS FOR RETIREMENT PLAN AS AT JANUARY 1, 2021

	BILL	KAREN
Dates of birth and years of retirement		
Date of birth	January 12, 1974	May 31, 1975
Age at January 1, 2021	46 years, 355 days	45 years, 216 days
Number of years before retirement	17	17
Age at retirement	63 years, 355 days	62 years, 216 days
Number of years of retirement - maximum 54 & 54 years	24	26
Age at end of retirement planning period	87 years, 355 days	88 years, 216 days
Employer pensions		
Date payments will or have commenced	January 1, 2038	January 1, 2038
Age at which pension payments commence	63 years, 355 days	62 years, 216 days
Annual pension income at date payments commence	\$0	\$6,800
Indexation of pension income, if any	0.00 %	3.00 %
Survivor's benefit	100.00 %	60.00 %
Canada Pension Plan		
Later of January 1, 2021 & date payments commence	January 12, 2039	May 31, 2040
Age later of January 1, 2021 & date payments commence	65 years, 0 days	65 years, 0 days
Base CPP Pension		
Retirement benefits in current dollars	\$14,445	\$14,445
First Additional CPP Pension		
Maximum retirement benefit at this age in current dollars	\$2,130	\$2,290
Retirement benefits in current dollars	\$2,130	\$2,290
Second Additional CPP Pension		
Maximum retirement benefit at this age in current dollars	\$2,932	\$3,202
Retirement benefits in current dollars	\$2,932	\$3,202
Old Age Security		
Earliest date at which OAS benefits could commence	February 1, 2039	June 1, 2040
Number of months to defer receipt of OAS benefits	11	7
Date that Old Age Security benefits commence	January 1, 2040	January 1, 2041
Maximum Old Age Security at 65 in current dollars	\$7,400	\$7,400
Old Age Security entitlement at 65 in current dollars	\$7,400	\$7,400
Tax-Free Savings Accounts		
Do you wish to use TFSAs?	Yes	Yes
Valuation date during the last year or the current year	January 1, 2021	January 1, 2021
Value of TFSAs at January 1, 2021	\$41,900	\$41,000
Investment return on TFSAs	5.00 %	5.00 %
Value of current TFSAs at January 1, 2038	\$96,036	\$93,973
TFSA contribution room at December 31, 2020	\$37,000	\$37,000
Spousal survivor's benefit	100.00 %	100.00 %
Registered Retirement Savings Plans (RRSPs) and Registered Retirement Income Funds (RRIFs)		
Valuation date during the last year or the current year	January 1, 2021	January 1, 2021
Value of RRSPs/RRIFs January 1, 2021	\$58,000	\$83,000
Investment return on RRSPs/RRIFs	5.00 %	5.00 %
Value of current RRSPs/RRIFs at January 1, 2038	\$132,937	\$190,238
RRSP contribution room as at January 1, 2021	\$38,900	\$32,500
Registered Retirement Income Funds (RRIFs)		
Date at which annuitant turns 71 years of age	January 12, 2045	May 31, 2046
Date at which annuitant transfers RRSP funds to RRIF	January 12, 2044	May 31, 2045
First year for minimum RRIF withdrawals	2045	2046
Spousal survivor's benefit	100.00 %	100.00 %

RETIREMENT SAVINGS PLAN

Tax-Paid Capital

	January 1, 2021	January 1, 2021
Valuation date during the last year or the current year		
Value of capital at January 1, 2021	\$49,600	\$22,500
After-tax investment return until 1st year of retirement	5.00 %	5.00 %
Value of tax-paid capital at January 1, 2038	\$113,684	\$51,570
Adjusted cost base of current savings at retirement	\$108,000	\$42,000
Spousal survivor's benefit	100.00 %	100.00 %
Allocation of tax-paid capital to fixed income	20.00 %	20.00 %
Rate of interest on fixed income after retirement	3.00 %	3.00 %
Allocation of tax-paid capital to equity investments	80.00 %	80.00 %
Rate of eligible dividends on equities	3.50 %	3.50 %
Rate of non-eligible dividends on equities	0.00 %	0.00 %
Rate of other income on equities	0.00 %	0.00 %
Rate of appreciation of equities	4.00 %	4.00 %
Rate of turnover of equities	50.00 %	100.00 %

Lifestyle expenditures at retirement in current dollars

	\$126,000	
Inflation expected - Consumer Price Index	3.00 %	
Increase in lifestyle expenditures during retirement	3.00 %	
When the age of Bill at January 1 is	80	
change the inflation protection to	2.50 %	
When the age of Bill at January 1 is	78	0
change the lifestyle expenditures by current dollars of	(\$4,000)	\$0
change the lifestyle expenditures by future dollars of	(\$10,300)	\$0

Earned income

Current earned income before tax	\$105,000	\$54,000
Annual increase in income expected	4.00 %	3.00 %
Projected income at January 1, 2038	\$204,500	\$89,300

Principal Residence

	1st Disposition	2nd Disposition
Fair market value of residence at January 1, 2021	\$1,265,000	\$1,400,000
Ownership interest of client	50.00 %	50.00 %
Annual rate of appreciation expected	3.00 %	3.00 %
Date of sale of property AFTER January 1, 2038, if ever	January 1, 2044	January 1, 2037
Proceeds of sale	\$2,496,435	\$0
Proceeds used to purchase new principal residence	\$1,400,000	\$0
Change in lifestyle expenditures in the year of sale		
- in current dollars	(\$15,000)	\$0
- in future dollars	(\$29,602)	\$0

Other capital property

	BILL	KAREN
Description of property	Cottage	Property 2
Date of sale of property AFTER January 1, 2038, if ever	January 1, 2045	January 1, 2037
Fair market value of property at January 1, 2021	\$223,000	\$0
Annual rate of appreciation expected	2.00 %	0.00 %
Proceeds of sale	\$358,686	\$0
Taxable capital gain (Allowable capital loss)	\$70,000	\$0
Recapture of capital cost allowance	\$0	\$0
Non-taxable proceeds of sale	\$288,686	\$0

Advanced Life Deferred Annuity (ALDA)

	January 1, 2021	January 1, 2021
Later of January 1, 2021 and date of purchase		
Cost of annuity withdrawn from RRSP/RRIF	\$50,000	\$0
Latest date that payments may be deferred	December 31, 2059	December 31, 2060
Date at which payments commence	January 1, 2059	January 1, 2021
Amount of annual income	\$12,000	\$0
Indexation of income, if any	0.00 %	0.00 %
Spousal survivor's benefit for life annuity, if any	60.00 %	0.00 %

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Defined-benefit pension plan	BILL	KAREN
Current pensionable earnings (PE)	\$0	\$54,000
Annual increase in PE expected	0.00 %	3.00 %
Years of service at retirement	0.00	28.00
Later of January 1, 2021 and date of retirement from plan	January 1, 2037	January 1, 2038
Age of retirement from plan membership	62 years, 355 days	62 years, 216 days
Pension benefit per year of service		
- for earnings below the YMPE	0.00 %	1.30 %
- for earnings above the YMPE	0.00 %	2.00 %
Number of years averaged for final PE	0	5
Average final pensionable earnings	\$0	\$81,751
Number of years averaged for final YMPE	0	3
Average final YMPE at retirement	\$0	\$110,995
Maximum annual pension income at retirement	\$0	\$29,757
Pension benefits taken as:	LIRA	Pension
Purchase a pension:		
Date at which pension payments commence	January 1, 2037	January 1, 2038
Age at which pension payments commence	62 years, 355 days	62 years, 216 days
Maximum annual pension income at retirement	\$0	\$29,757
Annual pension with early retirement & survivor's benefits	\$0	\$29,757
Bridging supplement to age 65, if any	\$0	\$12,000
Indexation of annual pension income, if any	0.00 %	3.00 %
Spousal survivor's benefit	100.00 %	60.00 %
Defined contribution pension plan		
	BILL	KAREN
Current pensionable earnings (PE)	\$105,000	\$0
Annual increase in PE expected	4.00 %	0.00 %
Later of January 1, 2021 and date of retirement from plan	January 12, 2038	January 1, 2037
Age of retirement from plan membership	64 years, 0 days	61 years, 216 days
Current combined contribution rate	10.00 %	0.00 %
When employee reaches age	60	0
change the contribution rate to	15.00 %	0.00 %
Reduction in the contribution rate for PE up to the YMPE, if any	3.60 %	0.00 %
Current savings in defined-contribution plan	\$118,000	\$0
Investment return on these savings	4.00 %	0.00 %
Projected savings at retirement from plan membership	\$535,442	\$0
Pension benefits taken as:	LIRA	Pension
Transfer to Locked-In Retirement Account		
Date at which to transfer pension benefits	January 12, 2039	January 1, 2037
Age at which to transfer pension benefits	65 years, 0 days	61 years, 216 days
Total savings in the plan at this age	\$556,859	\$0
Amount to transfer to Locked-in Retirement Account	\$278,429	\$0
Amount to transfer to non-Locked-in RRSP	\$278,430	\$0
Locked-in retirement accounts (LIRAs)		
	BILL	KAREN
Savings in LIRAs and LIFs at January 1, 2021	\$0	\$0
Investment return on LIRAs and LIFs	6.00 %	0.00 %
Defined-contribution pension plan		
Date at which pension benefits are to be transferred	January 12, 2039	N/A
Amount to Locked-in Retirement Account	\$278,429	\$0
Savings in LIRAs and LIFs at January 1, 2038	\$0	\$0

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Regulatory Authority

Jurisdiction that regulates this LIRA or LIF	Ontario	Federal
Year in which annuitant turns 71 years of age	2045	2046
Year in which Life Income Fund was/will be established	2038	2019
CANSIM long-term Government of Canada bond rate	0.01 %	0.01 %
Interest rate for maximum withdrawal	6.00 %	6.00 %
Does maximum withdrawal consider investment earnings?	Yes	No
For Alberta, British Columbia, Manitoba, and Ontario, the investment earnings of the LIRA or LIF for 2037/2018	\$0	\$0
Does calculation use CANSIM rate for first 15 years?	No	Yes
On death are the funds still locked-in?	No	Yes

Life income fund (LIF)

Do you wish to withdraw the maximum amount?	Yes	No
Date at which to start maximum withdrawal if any	January 12, 2039	January 1, 2037
Age at which to start maximum withdrawal, if any	65 years, 0 days	61 years, 216 days
Spousal survivor's benefit for annuity	100.00 %	100.00 %
Income tax credits	BILL	KAREN
Disability tax credit	No	Yes
Age at which disability tax credit commences	0	63
Amount in current dollars for donations tax credit	\$500	
Indexation of amount for donations tax credit, if any	2.00 %	

Appendix C Other Incomes, Deductions and Expenses Dividends from Canadian-Controlled Private Corporations

Your retirement plan includes other taxable and non-taxable incomes, income tax deductions and expenses; or dividends from Canadian-Controlled Private Corporations.

KAREN AND BILL SWIRE

OTHER TAXABLE INCOMES AND DEDUCTIONS FOR BILL

First Year of Retirement is 2038 Description	Amount in future dollars	First Year	Last Year	Index if any
Deduction for interest expense	(\$4,000)	2038	2048	3.00

NON-TAXABLE INCOMES AND EXPENSES FOR KAREN

First Year of Retirement is 2038 Description	Amount in future dollars	First Year	Last Year	Index if any
Expected inheritance	\$150,000	2040	2040	0.00

CANADIAN-CONTROLLED PRIVATE CORPORATIONS DIVIDENDS FOR BILL

First Year of Retirement is 2038 Description	Amount in future dollars	First Year	Last Year	Index if any
Eligible dividends	\$1,000	2038	2040	0.00
Non-eligible dividends	\$1,000	2039	2041	0.00

DIVIDENDS FOR KAREN

First Year of Retirement is 2038 Description	Amount in future dollars	First Year	Last Year	Index if any
Eligible dividends	\$1,000	2038	2041	0.00
Non-eligible dividends	\$1,000	2039	2041	0.00

RETIREMENT SAVINGS PLAN

Appendix D Detailed Projections of Retirement Incomes

In order to prepare your retirement plan, it was necessary to prepare the following post-retirement income projections. These projections involved calculating the amounts of various pension incomes, the funds that your savings could provide and your income taxes. The target retirement income is your lifestyle expenditures as adjusted for inflation. Of course, the actual results will vary from the projections as events unfold.

KAREN AND BILL SWIRE

PROJECTIONS OF RETIREMENT INCOMES BASED UPON CURRENT AND ANNUAL SAVINGS KAREN AND BILL SWIRE PROJECTIONS OF RETIREMENT INCOMES BASED UPON CURRENT AND ANNUAL SAVINGS

	2038	2039	2040	2041	2042	2043
Retirement funds from Bill/ Age	63	64	65	66	67	68
Employment & business income	\$0	\$0	\$0	\$0	\$0	\$0
Canada (Quebec) Pension Plan	0	30,442	34,205	35,231	36,288	37,377
Old Age Security	0	0	13,832	14,247	14,674	15,114
Minimum LIF withdrawal or annuity	0	0	11,332	11,597	11,870	12,151
Excess withdrawal from LIF	0	0	10,411	10,196	9,974	9,745
Income from tax-paid capital & CCPCs	7,715	2,533	2,530	1,150	0	0
Other taxable incomes and deductions	(4,000)	(4,120)	(4,244)	(4,371)	(4,502)	(4,637)
Taxable income	3,715	28,855	68,066	68,050	68,304	69,750
Income taxes without pension income split	0	(595)	(5,442)	(5,565)	(5,529)	(5,586)
Funds from (to) tax-free savings account	(4,082)	0	(54,471)	0	73,112	90,022
Funds from (to) tax-paid capital	115,485	7	0	0	0	0
Adjustments for tax-paid capital & CCPCs	(4,743)	(533)	(530)	(150)	0	0
Retirement funds	\$110,375	\$27,734	\$7,623	\$62,335	\$135,887	\$154,186
Assets of Bill at beginning of year						
Tax-free savings accounts	\$231,698	\$247,466	\$259,839	\$328,647	\$345,079	\$287,415
Other tax-paid capital	113,684	7	0	0	0	0
RRSPs & RRIFs	132,937	139,584	438,489	460,413	483,434	507,606
Locked-In retirement accounts	0	0	294,624	289,916	284,874	279,477
Other assets	1,357,680	1,395,288	1,433,961	1,473,732	1,514,630	1,556,689
Total assets	\$1,835,999	\$1,782,345	\$2,426,913	\$2,552,708	\$2,628,017	\$2,631,187
Retirement funds from Karen / Age	62	63	64	65	66	67
Employment & business income	\$0	\$0	\$0	\$0	\$0	\$0
Pension incomes	48,557	50,014	46,295	39,947	41,145	42,380
Canada (Quebec) Pension Plan	0	0	20,393	36,009	37,089	38,202
Old Age Security	0	0	0	13,926	14,344	14,774
Income from tax-paid capital & CCPCs	7,749	2,531	2,530	2,530	0	0
Taxable income	56,306	52,545	69,218	92,412	92,578	95,356
Income taxes without pension income split	(2,214)	(2,248)	(5,369)	(8,530)	(8,445)	(8,708)
Reduction in Income Taxes with Income Split	1,343	377	0	733	561	595
Funds from (to) tax-free savings account	(4,083)	136,627	0	81,150	13,816	0
Funds from (to) tax-paid capital	52,387	3	0	0	0	0
Adjustments for tax-paid capital & CCPCs	(5,855)	(531)	(530)	(530)	0	0
Other incomes and expenses	0	0	150,000	0	0	0
Retirement funds	\$97,884	\$186,773	\$213,319	\$165,235	\$98,510	\$87,243
Assets of Karen at beginning of year						
Tax-free savings accounts	\$202,503	\$216,812	\$87,652	\$92,035	\$13,483	\$0
Other tax-paid capital	51,570	3	0	0	0	0
RRSPs & RRIFs	728,937	765,384	803,653	843,836	886,028	930,329
Other assets	1,045,426	1,076,789	1,109,093	1,142,365	1,176,636	1,211,935
Total assets	\$2,028,436	\$2,058,988	\$2,000,398	\$2,078,236	\$2,076,147	\$2,142,264
Retirement funds from Bill	\$110,375	\$27,734	\$7,623	\$62,335	\$135,887	\$154,186
Retirement funds from Karen	97,884	186,773	213,319	165,235	98,510	87,243
After-tax shortfall (surplus)	0	0	0	0	0	0
Target Retirement Income	\$208,259	\$214,507	\$220,942	\$227,570	\$234,397	\$241,429

**The plan can include Projections of Retirement Incomes and Income Tax Projections
for up to 54 years of retirement.**

RETIREMENT SAVINGS PLAN

Appendix E Projections of Income Tax during Retirement

In order to prepare your retirement plan, it was necessary to prepare the following income tax projections. These projections involved calculating your income taxes, but necessarily based upon the current income tax rules. Of course, the actual results will vary from the projections as events unfold and changes are made to the Income Tax Act.

**KAREN AND BILL SWIRE
INCOME TAXES DURING RETIREMENT
WITH PENSION INCOME SPLITTING
BASED UPON CURRENT AND ANNUAL SAVINGS**

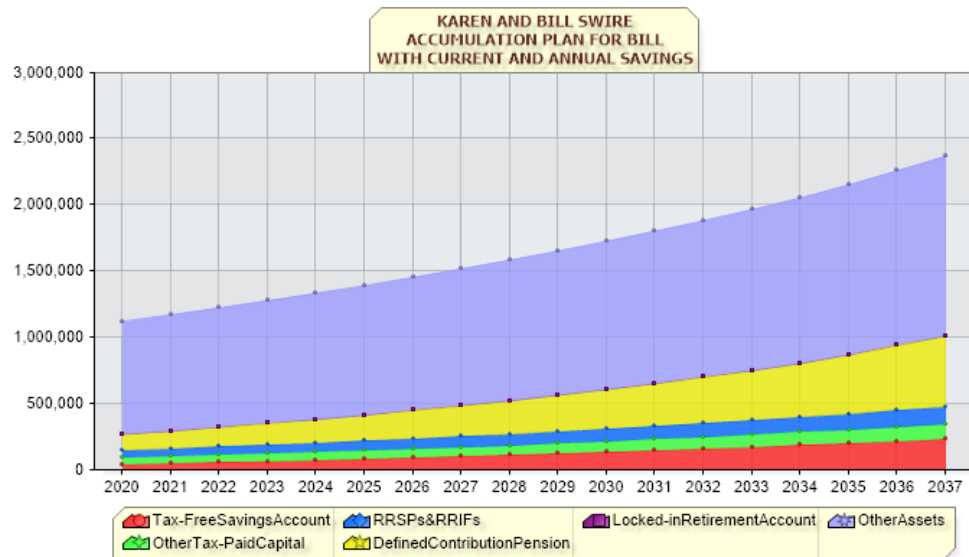
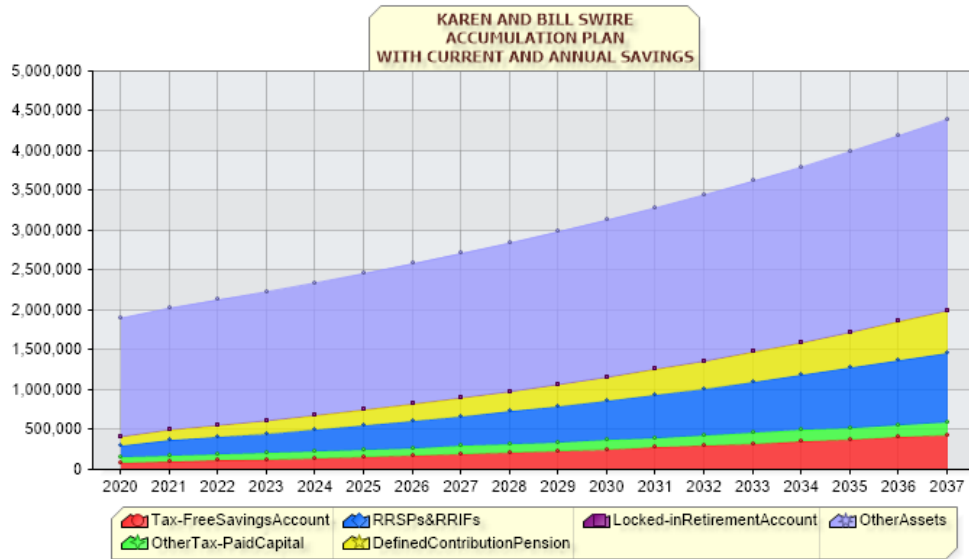
	2038	2039	2040	2041	2042	2043
Income Taxes for Bill / Age	63	64	65	66	67	68
Taxable Income	\$3,715	\$28,855	\$68,066	\$68,050	\$68,304	\$69,750
Pension Income Split with Spouse	24,279	11,845	0	12,181	12,137	12,803
Change in amount of OAS Clawback	0	0	0	0	0	0
Adjusted Taxable Income	\$27,994	\$40,700	\$68,066	\$80,231	\$80,441	\$82,553
Federal Tax on Taxable Income	\$4,199	\$6,105	\$10,210	\$12,035	\$12,066	\$12,383
Personal Tax Credit	(3,423)	(3,526)	(3,632)	(3,741)	(3,853)	(3,969)
Age Tax Credit Allowed	0	0	(2,029)	(1,865)	(1,970)	(2,036)
Pension Income Tax Credit	(300)	(300)	(300)	(300)	(300)	(300)
Donations Tax Credit	(175)	(179)	(183)	(187)	(192)	(196)
Federal Dividend Tax Credit	(545)	(311)	(311)	(104)	0	0
Tax Credits Transferred	244	(244)	0	0	0	0
Total Federal Tax	0	1,545	3,755	5,838	5,751	5,882
Provincial Tax on Taxable Income	1,414	2,055	3,437	4,052	4,062	4,169
Personal Tax Credit	(908)	(935)	(963)	(992)	(1,022)	(1,053)
Age Tax Credit Allowed	0	0	(470)	(418)	(447)	(463)
Pension Income Tax Credit	(76)	(76)	(76)	(76)	(76)	(76)
Donations Tax Credit	(66)	(67)	(69)	(71)	(72)	(74)
Dividend Tax Credit	(363)	(172)	(172)	(34)	0	0
Total Provincial Tax	1	805	1,687	2,461	2,445	2,503
Total Income Tax	\$1	\$2,350	\$5,442	\$8,299	\$8,196	\$8,385
Income Taxes for Karen / Age	62	63	64	65	66	67
Taxable Income	\$56,306	\$52,545	\$69,218	\$92,412	\$92,578	\$95,356
Pension Income Split with Spouse	(24,279)	(11,845)	0	(12,181)	(12,137)	(12,803)
Change in amount of OAS Clawback	0	0	0	0	0	0
Adjusted Taxable Income	\$32,028	\$40,700	\$69,218	\$80,231	\$80,441	\$82,553
Federal Tax on Taxable Income	\$4,804	\$6,105	\$10,383	\$12,035	\$12,066	\$12,383
Personal Tax Credit	(3,423)	(3,526)	(3,632)	(3,741)	(3,853)	(3,969)
Age Tax Credit Allowed	0	0	0	(1,865)	(1,970)	(2,036)
Pension Income Tax Credit	(300)	(300)	(300)	(300)	(300)	(300)
Disability Tax Credit	0	(2,212)	(2,278)	(2,347)	(2,417)	(2,490)
Federal Dividend Tax Credit	(360)	(311)	(311)	(311)	0	0
Tax Credits Transferred	(244)	244	0	0	0	0
Total Federal Tax	477	0	3,862	3,471	3,526	3,588
Provincial Tax on Taxable Income	1,617	2,055	3,496	4,052	4,062	4,169
Personal Tax Credit	(908)	(935)	(963)	(992)	(1,022)	(1,053)
Age Tax Credit Allowed	0	0	0	(418)	(447)	(463)
Pension Income Tax Credit	(76)	(76)	(76)	(76)	(76)	(76)
Disability Tax Credit	0	(756)	(778)	(802)	(826)	(851)
Dividend Tax Credit	(240)	(172)	(172)	(172)	0	0
Total Provincial Tax	393	116	1,507	1,592	1,691	1,726
Total Income Tax	\$870	\$116	\$5,369	\$5,063	\$5,217	\$5,314

**The plan can include Projections of Retirement Incomes and Income Tax Projections
for up to 54 years of retirement.**

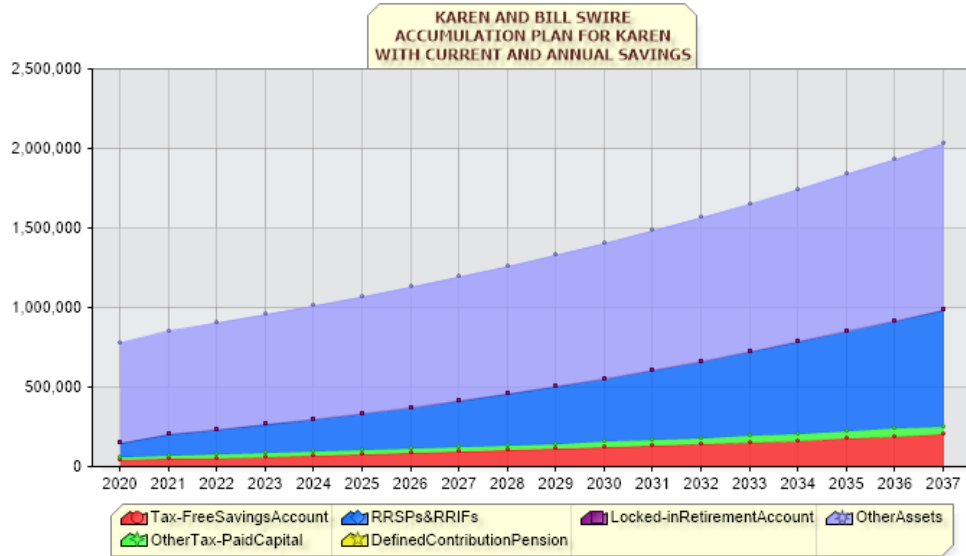
RETIREMENT SAVINGS PLAN

Appendix Accumulation Plan for Retirement

Your current savings for retirement and your additional savings planned until retirement should accumulate to the amount of funds that you require for retirement. Your accumulation plan for retirement specifies the amount of funds that you would like to have accumulated at the end of each year until retirement. The following graphs illustrate your Accumulation Plan for Retirement.



RETIREMENT SAVINGS PLAN



KAREN AND BILL SWIRE ACCUMULATION PLAN FOR BILL WITH CURRENT AND ANNUAL SAVINGS AS AT JANUARY 1, 2021

Balance End of Year	Tax-Free Savings Account	Other Tax-Paid Capital	RRSPs & RRIFs	Defined Contribution Pension	Locked-in Retirement Account	Other Assets	Total Assets
2020	\$41,900	\$49,600	\$58,000	\$118,000	\$0	\$855,500	\$1,123,000
2021	49,245	52,080	60,900	131,333	0	878,935	1,172,493
2022	56,957	54,684	63,945	145,545	0	903,028	1,224,160
2023	65,055	57,418	67,142	160,683	0	927,799	1,278,098
2024	73,558	60,289	70,499	176,800	0	953,267	1,334,413
2025	82,486	63,304	74,024	193,949	0	979,451	1,393,213
2026	91,860	66,469	77,726	212,187	0	1,006,372	1,454,614
2027	101,703	69,792	81,612	231,574	0	1,034,052	1,518,733
2028	112,038	73,282	85,692	252,171	0	1,062,512	1,585,696
2029	122,890	76,946	89,977	274,047	0	1,091,775	1,655,634
2030	134,285	80,793	94,476	297,268	0	1,121,863	1,728,685
2031	146,249	84,833	99,200	321,909	0	1,152,800	1,804,991
2032	158,811	89,074	104,160	348,046	0	1,184,612	1,884,703
2033	172,002	93,528	109,368	375,758	0	1,217,322	1,967,977
2034	185,852	98,205	114,836	405,131	0	1,250,957	2,054,980
2035	200,395	103,115	120,578	445,707	0	1,285,543	2,155,338
2036	215,664	108,271	126,607	488,882	0	1,321,108	2,260,531
2037	231,697	113,684	132,937	534,797	0	1,357,680	2,370,795

RETIREMENT SAVINGS PLAN

ACCUMULATION PLAN FOR KAREN WITH CURRENT AND ANNUAL SAVINGS AS AT JANUARY 1, 2021

Balance End of Year	Tax-Free Savings Account	Other Tax-Paid Capital	RRSPs & RRIFs	Defined Contribution Pension	Locked-in Retirement Account	Other Assets	Total Assets
2020	\$41,000	\$22,500	\$83,000	\$0	\$0	\$632,500	\$779,000
2021	47,250	23,625	132,195	0	0	651,475	854,545
2022	53,813	24,806	154,048	0	0	671,019	903,686
2023	60,703	26,047	177,542	0	0	691,150	955,441
2024	67,938	27,349	202,780	0	0	711,884	1,009,952
2025	75,535	28,716	229,871	0	0	733,241	1,067,364
2026	83,512	30,152	258,932	0	0	755,238	1,127,834
2027	91,888	31,660	290,083	0	0	777,895	1,191,526
2028	100,682	33,243	323,454	0	0	801,232	1,258,610
2029	109,916	34,905	359,178	0	0	825,269	1,329,268
2030	119,612	36,650	397,403	0	0	850,027	1,403,692
2031	129,792	38,483	438,279	0	0	875,528	1,482,082
2032	140,482	40,407	481,967	0	0	901,794	1,564,650
2033	151,706	42,427	528,638	0	0	928,848	1,651,619
2034	163,491	44,548	578,470	0	0	956,713	1,743,223
2035	175,866	46,776	631,654	0	0	985,414	1,839,710
2036	188,859	49,115	678,842	0	0	1,014,977	1,931,793
2037	202,502	51,570	728,937	0	0	1,045,426	2,028,436

ACCUMULATION PLAN WITH CURRENT AND ANNUAL SAVINGS AS AT JANUARY 1, 2021

Balance End of Year	Tax-Free Savings Account	Other Tax-Paid Capital	RRSPs & RRIFs	Defined Contribution Pension	Locked-in Retirement Account	Other Assets	Total Assets
2020	\$82,900	\$72,100	\$141,000	\$118,000	\$0	\$1,488,000	\$1,902,000
2021	96,495	75,705	193,095	131,333	0	1,530,410	2,027,038
2022	110,770	79,490	217,993	145,545	0	1,574,048	2,127,845
2023	125,758	83,465	244,684	160,683	0	1,618,949	2,233,540
2024	141,496	87,638	273,280	176,800	0	1,665,151	2,344,365
2025	158,021	92,020	303,896	193,949	0	1,712,692	2,460,577
2026	175,372	96,621	336,657	212,187	0	1,761,610	2,582,447
2027	193,591	101,452	371,695	231,574	0	1,811,947	2,710,258
2028	212,720	106,525	409,146	252,171	0	1,863,744	2,844,306
2029	232,806	111,851	449,155	274,047	0	1,917,044	2,984,903
2030	253,896	117,443	491,879	297,268	0	1,971,890	3,132,377
2031	276,041	123,315	537,478	321,909	0	2,028,328	3,287,073
2032	299,293	129,481	586,127	348,046	0	2,086,405	3,449,353
2033	323,708	135,955	638,005	375,758	0	2,146,169	3,619,596
2034	349,343	142,753	693,306	405,131	0	2,207,670	3,798,203
2035	376,261	149,891	752,231	445,707	0	2,270,957	3,995,048
2036	404,524	157,385	805,449	488,882	0	2,336,085	4,192,324
2037	434,200	165,255	861,874	534,797	0	2,403,106	4,399,231

The End

RETIREMENT SAVINGS PLAN

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