# INDIVIDUAL TAX RETURN FOR RESP EXCESS CONTRIBUTIONS FOR

Use this form to calculate the amount that is subject to the 1% per-month tax on registered education savings plan (RESP) excess contributions for 1990 and future years.

As an RESP subscriber, you are responsible for determining whether other plans exist for the same beneficiary. Each subscriber is liable for his or her share of tax on RESP excess contributions and has to file this return and pay the tax within 90 days after the end of the year in which the excess contributions exist.

For each year, complete a separate return for each beneficiary for whom you and other subscribers made excess contributions to RESPs. Contributions made by you include contributions made on your behalf.

### **Excess contributions to RESPs**

An excess contribution exists for an RESP beneficiary when the total contributions made by **all** subscribers to **all** RESPs for that beneficiary are more than the annual or lifetime limit. As an RESP subscriber, you are liable for a 1% per-month tax on your share of the RESP excess contributions at the end of each month for which the excess contributions are not withdrawn. The annual and lifetime contributions limits are:

Periods	Annual limits	Lifetime limits	
For years before 1990	No limit	No limit	
For 1990 to 1995	\$1,500	\$31,500	
For 1996	\$2,000	\$42,000	
For 1996	\$2,000	\$42,000	
For 1997 to 2006	\$4,000	\$42,000	
For 2007 and subsequent years	No Limit	\$50,000	

#### Note

We do not consider payments made to an RESP under the Canada Education Savings Grant program to be contributions for the purposes of calculating an excess contribution. **Do not** include these payments when determining whether or not an excess contribution situation exists.

Withdrawal of excess contributions – You can reduce the amount subject to the 1% per-month tax by withdrawing amounts from an RESP for the beneficiary. However, such a withdrawal does not reduce the total contributions made to the beneficiary's RESPs and still has to be included in the total of the contributions in determining the beneficiary's lifetime limit. You have to withdraw prior-year excess contributions before you can withdraw current-year excess contributions.

#### Transferring between RESPs

If the terms of the RESP permit, you can transfer funds directly from one RESP (transferring RESP) to another RESP (receiving RESP). The transfer will not cause an excess contribution for a beneficiary under the receiving RESP if **one** of the following situations applies:

- a beneficiary under the transferring RESP is a beneficiary under the receiving RESP; or
- a beneficiary under the transferring RESP has a brother or sister under 21 years of age who is a beneficiary under the receiving RESP.

However, transfers can result in an excess contribution in a beneficiary's RESP. When we determine if there are excess contributions for months ending after 1996, we usually treat the contributions that were originally made to the transferring RESP as if they had been made to the receiving RESP on the original contribution date.

# (year)

### Changing the named beneficiary

Defense completing Areas 2 and 4 complete Derts 4 and 2 (and Dert 2 if it emplies) on the healt of this rat

For purposes of determining the annual and lifetime RESP limit, when a new beneficiary replaces a former beneficiary for months ending after 1996, we usually treat the contributions made for the former beneficiary as if they had been made for the new beneficiary on the original contribution date. If the new beneficiary already has an RESP, this may create an excess contribution.

However, the treatment of the contribution in this manner does not apply in the following situations:

- the new beneficiary is a brother or sister of the former beneficiary and is under 21 years of age; or
- both beneficiaries are connected by blood relationship or adoption to an original subscriber under the RESP, and both are under 21 years of age.

In both these situations, the contributions for the former beneficiary will not be taken into account in determining the annual and lifetime RESP limits for the new beneficiary. Therefore, an RESP excess contribution for the new beneficiary cannot result from the replacement.

For more information on RESPs, see RC4092, *Registered Education Savings Plans* (*RESPs*) guide, which is available at **www.cra.gc.ca/forms**. You can also get our forms and publications by calling **1-800-959-2221**.

### Area 1 - Identification (subscriber completing this return and the beneficiary of the RESPs)

Subscriber's last name	First name and initials	Social insurance number	before completing Areas 3 and 4, complete Part	s i and z (and Part 3 if it a	applies) on the back of t	his return.
Subscriber S last hame			Area 3 – Calculating the 1% per-month tax on RE	SP excess contributions		
Address			Your share of the excess contributions subject to tax for the Enter, if applicable, the total of the amounts indicated on I		nis return. <u></u> \$	1
Beneficiary's last name	First name and initials	Social insurance number	Your share of the excess contributions subject to tax for th Enter the total of the amounts indicated on line 14 in Part	e current year: 3 on the back of this return.	+	2
Address			Total of your share of the excess contributions: Line 1 plu	<b>s</b> line 2	=	3
Area 2 – List of all RESPs and	d their subscribers for this beneficia	ary (attach a separate sheet if necessary)	Rate of tax on RESP excess contributions.			<u>6</u> 4
1 Name of the RESP	Contract number	Subscriber's name	Tax payable on RESPs excess contributions for the year:	Line 3 multiplied by line 4	= <u>\$</u>	5
Subscriber's address		Social insurance number	Your payment is due within 90 days of the end of the year return. Arrears interest, at the prescribed rate, will be char not received by the due date. Attach a cheque or money of	ged on any unpaid amount rder made payable to the	Amount enclosed <u></u> \$	
2 Name of the RESP	Contract number	Subscriber's name	Receiver General. <b>Do not</b> mail cash. We do not charge an	n amount of \$2 or less.		
Subscriber's address		Social insurance number	Area 4 – Certification			
			I certify that the information given on this return is correct	and complete.		
3 Name of the RESP	Contract number	Subscriber's name				
Subscriber's address		Social insurance number	Subscriber's signature	Date	Telephone nun	ıber
			It is a serious of	offence to make a false return	۱.	



### Part 1 – Record of all contributions made to RESPs for this beneficiary

		Total contributions	¢
Date of contributions YYYY/MM/DD	RESP contract number	Subscriber's name	Contributions

Date of contributions YYYY/MM/DD	RESP contract number	Subscriber's name	Contributions
		Total contributions	\$

## Part 3 – Calculating the amount that is subject to tax (complete this chart month by m

Section C – Enter contributions to all RESPs not described in Section A, made during the year for which you are completing this form.

Give the information requested for all contributions to RESPs for the beneficiary covered by this return. Also include ransferred from another RESP or beneficiary for the beneficiary covered by this return. <b>Do not</b> record excluded cor lescribed under the heading "Transferring between RESPs" and "Changing the named beneficiary" on the front of t Attach a separate sheet if necessary.				ons		Date of contribu YYYY/MM/E		RESP contra	ct number		Subscr	iber's name		Conti	ributions
	February 21, 1990, that require	in the year for which you are completing this form, mad periodic contributions of specified amounts, where at le													
Date of contributions YYYY/MM/DD	RESP contract number	Subscriber's name	Con	tributions								Total o	contributior	ns \$	
					Par	rt 2 – Contrib	ution lim	it for the be	neficiary for	r whom yo	u are filing	this return			
					Мах	kimum lifetime	lf v	ou are filing th ou are filing th ou are filing th	s return for 1	996 to 2006.	enter \$42,00	D.		\$	1
					- Ente	er the total con						ψυ0,000			
		Total contributions	\$		thar	n maximum life	ime limit fr	om Part 1, ent	er the amount	from line 1.	\$		2		
Section B – Enter contribu	tions to all RESPs <b>not</b> describe	d in Section A above, made <b>before</b> the year for which y	ou are o	completing	Ente	er the total cont e 2 <b>plus</b> line 3.	ributions fr	om Part 1, Se	tion B.		+		3		4
Date of contributions						ance of lifetime							=	=	5
YYYY/MM/DD	RESP contract number	Subscriber's name	Con	tributions	Annual limit: If you are filing this return for 1990 to 1995, enter \$1,500. If you are filing this return for 1996, enter \$2,000. If you are filing this return for 1997 to 2006, enter \$4,000.							\$	4		
					-		-	-		997 10 2006,	enter \$4,000	• • • • • • • • • • • • •		<u>Ψ</u>	
					If vo	kimum allowat	return for 2	2007 and futur	e vears. enter	r the amount	from line 5.				1
					If yo	ou are filing this	return for	1990 to 2006,	enter the amo	ount from line	e 5 or 6, <b>whic</b> l				7
		Total contributions	\$			er the total con									
Part 3 – Calculating th	e amount that is subject to	<b>tax</b> (complete this chart month by month)			subj	e 7 <b>minus</b> line 8 ject to tax. If the re were no RES	e result is p	ositive, you do	not have RE	SP excess c	ontributions for	or this year an	d, if	= _\$	g
Previous-year excess co	ontributions		Jan	uarv Feb	oruarv	March	April	Mav	June	July	August	September	October	November	December
<ol> <li>Excess contributions a for January, enter the this return for 1997 or</li> </ol>	t the end of December of the pr excess contribution indicated or a future year, for January, enter	receding year. If you are filing this return for 1996, In line 12 of the T1E-OVP for 1995. If you are filing the total of the amounts for December from lines 3 ther months, indicate the amount from line 3 for the													
2. Amounts withdrawn du	uring the month up to the amour	nt on line 1. 2.													
	• •	e 2. This result cannot be negative. 3.													
Current-year excess con	tributions							·				·		·	
4. Contributions you mad	le during the month.	4.													
	subscribers made during the m	-													
6. Total of all contribution	is made during the month: line	-													
7 Cumulative total of all	line 6 amounts this year up to th	be end of the month indicated above 7													

					1	1
6. Total of all contributions made during the month: line 4 <b>plus</b> line 5.	6.					
7. Cumulative total of all line 6 amounts this year up to the end of the month indicated above.	7.					
8. Maximum allowable contributions: For each month, enter the amount from line 7 in Part 2 above.	8.					
<ol> <li>Excess contributions: Line 7 minus line 8. If positive, continue the calculation. If negative or "0" there is no excess contribution and you do not have to complete the following lines for this month. Go to line 4 for the next month.</li> </ol>	9.					
10. Total of all line 4 amounts this year up to the end of this month.	10.					
11. Line 10 divided by line 7.	11.					
12. Your share of the excess contributions: Line 11 multiplied by line 9.	12.					
13. Amounts withdrawn this year up to the end of this month. Do not include the amounts on line 2.	13.					
14. Your share of the excess contributions at the end of the month: Line 12 minus line 13.	14.					