

A  
GESTURE  
OF  
THE  
HEART ♦

# GIFTS OF AN RRSP OR RRIF

**Leave your values as your legacy**



**Centraide**  
of Greater Montreal



# GIFTS OF AN RRSP OR RRIF

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## Minimize your estate's tax burden.

Retirement plan assets left to your heirs are often heavily taxed. When you donate all or part of an RRSP or RRIF to Centraide of Greater Montreal in your will, a tax credit will be issued to offset the reduction in assets for your estate.

## Stay in control...

In Quebec, a charity can only be designated as a beneficiary of an RRSP or RRIF in a will or within a segregated fund. You therefore retain full control of your RRSP or RRIF, and you can change your will at any time. RRSP/RRIF donations are also protected from potential creditors and from claims or challenges against your estate.

## ...and increase your donation's impact in perpetuity.

Your donation, invested in the Centraide of Greater Montreal Generations Fund, will create income in perpetuity and continue to generously benefit future generations, year after year.



**Consult  
your financial  
advisor**

Note that this document is for information purposes only. We encourage you to contact your legal or financial advisor for more information about the charitable giving vehicle that best suits your goals and the needs of you and your family.

## **Benefits**

- Change the beneficiary of your plan or your intentions at any time
- Make a substantial donation
- Reduce your estate's tax debt

## **This type of gift is for you especially if:**

- You do not have a spouse
- You do not need or intend to use these assets

## **An example of generosity**

*Mr. Givessalot is 63 years old and has 2 children and no spouse. He has \$200,000 in an RRSP and knows that he will not need these assets to live comfortably. If he leaves this money to his heirs, the assets will be heavily taxed (at about 50%): the estate would therefore pay \$100,000 in tax, and Mr. Givessalot's children would therefore receive \$100,000.*

*Mr. Givessalot therefore made a plan to generously bequeath his assets: in addition to his annual contributions to Centraide of Greater Montreal, he has included a major donation to Centraide in his will. His estate can then use the issued tax credit to offset the taxes generated by these assets.*

<b>Donation to Centraide</b>	<b>\$200,000</b>
Net tax payable by the estate	\$100,000
<b>Tax credit for the estate</b>	<b>\$100,000</b>
<b>Net tax payable</b>	<b>\$0</b>

*To simplify the calculations in this example, we applied a marginal tax rate and a 50% tax credit.*



## RECOGNITION

### Become a member of the Generations' Circle...

The Generations' Circle recognizes donors who have planned a gift in their will of all or part of an RRSP or RRIF to Centraide of Greater Montreal.

### ...and inspire the community with a message of hope for future generations!

Your decision to contribute to our community will set an example of how anyone can show their local love in their own way and help build a fairer and stronger Greater Montreal.

Centraide of Greater Montreal's Planned Giving team can help you with the giving process in the strictest confidence. Contact us at 514-350-7295 or [heritage@centraide-mtl.org](mailto:heritage@centraide-mtl.org).



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