

CONTRIBUTORY PROFESSIONAL RETIREMENT SAVINGS PLAN (CPRSP) RULES

APPLICATION PROCESS

Each fall Doctors of BC calculates and makes available a CPRSP benefit for physicians to claim via the Doctors of BC website. Please make your contributions to your RRSP/TFSA or Corporation's IPP first, then logon to www.doctorsofbc.ca to claim a cash reimbursement up to the benefit amount.

To update bank account, if applicable, go to *My Account - My Details - Bank Accounts*.

To submit your claim, go to *My Account - My Benefits - Claim CPRSP*.

For more information about the program, go under *Your Benefits* heading - *Negotiated Benefits – CPRSP*.

ELIGIBILITY

Your Basic benefit is based on Fee for Service and/or Sessional payments recorded under your practitioner number and/or payments made to you under a non-salaried Service contract, for the prior calendar year which is then adjusted by the appropriate overhead factor provided by MSP. Your LOS benefit is based on the same eligible income listed above and your length of service in BC. For more information about your eligible income, please refer to your annual Income Letter on the Doctors of BC website <https://www.doctorsofbc.ca/account/files/category/6>.

If you are over age 71 (Canada Revenue Agency's age limit), you may still claim the CPRSP benefit, up to your RRSP deduction limit, if you have a spousal (where you are the registered contributor) RRSP and your spouse is 71 years old or younger. You may also claim if you have a personal Tax Free Savings Account. Your spouse's Tax Free Savings Account is not applicable.

ELIGIBLE RETIREMENT SAVINGS VEHICLES

The CPRSP benefit is paid directly to you as a reimbursement for your contributions to your Personal or Spousal (where you are the registered contributor) RRSP, a personal TFSA (Tax Free Savings Account) or your corporation's contributions to a Corporate IPP (Corporation's Individual Pension Plan).

TAXABLE BENEFIT AND RECEIPTS

CPRSP payments are considered a taxable benefit and as such a T4A will be issued to you for any amounts claimed in the calendar year. Your financial institution will forward the appropriate income tax contribution receipts directly to you for your RRSP contributions. If you require further information concerning receipts, please contact your financial institution directly. **A T4A is not issued when the CPRSP benefit is paid to your corporation for Corporate IPP only.**

ADMINISTRATION FEE

If you are not a member of the Doctors of BC in the year the benefit is allotted, an administration fee of the lesser of 50% of your Basic benefit or the balance remaining of your equivalent Doctors of BC membership dues, plus GST, will be deducted prior to payment, for each benefit year being claimed. An administration fee receipt will be issued to you in February of the following year.