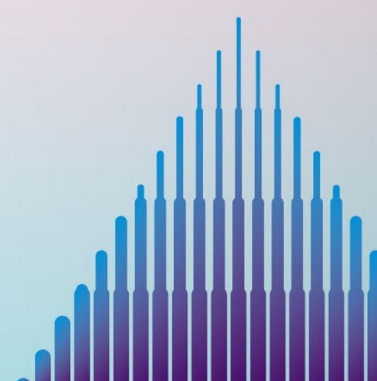




# TaxNewsNow

Canada



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## 2024 Pension Contribution Limits — Available Now

*The CRA has published the new maximum RPP and RRSP contribution limits for 2024, which will increase to \$32,490 and \$31,560, respectively*

The CRA has announced the 2024 contribution limits for Money Purchase Registered Pension Plans (RPP), Registered Retirement Savings Plans (RRSP) and Deferred Profit Sharing Plans (DPSP). The contribution limits for 2023 and 2024 are as follows:

### KPMG Publications

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	2023	2024
<b>Money Purchase Registered Pension Plans</b>		
Contribution limit	\$31,560	\$32,490
Pensionable earnings <sup>1</sup>	\$175,333	\$180,500
<b>Registered Retirement Savings Plans</b>		
Contribution limit	\$30,780	\$31,560
Previous year's earned income <sup>2</sup>	\$171,000	\$175,333
<b>Deferred Profit Sharing Plans</b>		
Contribution limit	\$15,780	\$16,245
Pensionable earnings <sup>3</sup>	\$87,667	\$90,250

(1) The total of all employer and employee contributions to an RPP is limited to the lesser of the current year's contribution limit and 18% of the employee's pensionable earnings for the year. The amount of pensionable earnings that generates the contribution limit is indicated in the table.

(2) The total of all contributions to an RRSP is limited to the lesser of the current year's contribution limit and 18% of an individual's earned income for

the preceding year, plus any carry-forward contribution room. The amount of earned income that generates the contribution limit is indicated in the table.  
(3) The total of all employer contributions to a DPSP are limited to the lesser of the current year's contribution limit and 18% of an employee's pensionable earnings for the year. The amount of pensionable earnings that generates the contribution limit each year is indicated in the table.

### **KPMG observations**

The RRSP contribution limit is equal to the RPP contribution limit for the preceding year. As a result, the new maximum RRSP contribution limit for 2025 will increase to \$32,490 (\$180,500 x 18%) up from \$31,560 (\$175,333 x 18%) in 2024.

For more information, contact your KPMG adviser.

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