

Group Tax-Free Savings Account

Mackenzie Group Plans

About Group Tax-Free Savings Accounts (TFSA)

The Group TFSA is suitable for Canadians from all walks of life and can be used for any purpose. Individuals may deposit up to \$7,000 every year into a TFSA.¹ Savings can grow within the TFSA and be withdrawn at any time without incurring any tax.

For investors who are looking to stretch their RRSP contributions further, rolling a tax refund into a Group TFSA can build considerable assets for retirement. On top of the additional assets, having a Group TFSA allows the investor to reduce their tax rate in retirement by ensuring an income source that is tax-free, rather than all coming from a taxable RRIF. Plus, the assets in a TFSA are able to compound and grow more quickly since they're not taxed.

Group TFSA highlights

- Contributions are not tax deductible, but investment returns (capital gains, interest and dividends) earned in a TFSA are not taxed, even when withdrawn.
- Withdrawals are tax free and funds can be used for any purpose.
- Unused contribution room can be carried forward to future years. As well, any amount withdrawn from a TFSA can be re-contributed in a future year without reducing contribution room.
- Neither income earned in a TFSA nor withdrawals will affect eligibility for federal tax credits or income-tested benefits, such as the Canada Child Tax Benefit, Old Age Security (OAS) or the Guaranteed Income Supplement (GIS).

¹ As at January 2024. This amount may increase from year to year, based on inflation.

For more information please call: 1-800-665-0513 or email groupadmin@mackenzieinvestments.com

This should not be construed to be legal or tax advice, as each client's situation is different. Please consult your own legal and tax advisor.