

Fisgard RESP

It's About Education - Not Fees!

Start a Fisgard RESP or transfer from an existing RESP to Fisgard's high-growth RESP. The Fisgard RESP is much more simple than the complex high-fee-driven scholarship programs. And pays more (up to 5% more)! Support the RESP beneficiary - the STUDENT - instead of the broker!



A Registered Education Savings Plan is a type of savings account that grows tax free until a child is ready for post-secondary education.

- 1) Money in an RESP grows tax-free until the beneficiary is enrolled full-time in a qualifying program at a college, university or other recognized post-secondary educational institution, when the beneficiary can use Educational Assistance Payments paid from the RESP to finance his or her post-secondary education.
- 2) An RESP allows you to apply for the Canada Education Savings Grant (CESG) of \$7,200 on your child's behalf.
- 3) Subscribers (parents, grandparents, relatives, friends) may contribute for up to 31 years after a plan has been opened, and the deadline for use if the plan is 35 years.
- 4) The RESP subscriber/contributor can receive all of his or her principal investment back at the end of the program. The idea of the RESP is for the beneficiary/STUDENT to receive the *interest* on the RESP investment and for the subscriber/contributor to get the *principal* back at the end of the program. Basically the contributor is making an interest-free loan to the student to earn interest on, and to use the interest to help with the student's post-secondary education. In most cases the contributor allows the student to keep the principal as well as the interest, and use the principal too for education purposes. The RESP is a really good investment in education.



Aggie

GOOD NEWS FROM OTTAWA!

RESP subscribers can now contribute up to \$50,000 (as opposed to the previous limit of \$42,000) to a student's education. All tax-sheltered.

Also, the \$50,000 may now be contributed as a lump sum (or in amounts the aggregate of which must not exceed \$50,000) anytime during the program. Many people want to invest the entire maximum amount for their beneficiary(s) right away even if it means borrowing to do so. This is smart as it allows more time for the RESP to grow through the process of compound interest. If you have any questions please call about our FisEd RESP right away. The sooner your RESP starts earning interest, the better!