Tax Advantages of Funding Sources

Funding source	Avoid tax		Decrease tax					Split income			Defer tax	
	0% tax inc.	0% tax ben.	Ded. con.	Ded. exp.	Low tax rate	Ref. tax cr.	Non-ref. tax cr.	1st gen. inc.	>1st gen. inc.	Cap. gains	Inc.	Cap. gains
Self-Directed Individual RESP								√	√	√	√	√
Self-Directed Family RESP								√	√	√	√	√
Group Individual RESP								√	√	√	√	√
Group Tontine RESP								√	√	√	√	√
Canada Learning Bond											√	
Provincial Education Savings Programs								√	√	√	√	√
Scholarships and Bursaries	√											
Free or Subsidized Tuition					Dependent on structure of financial assistance							
Research Grants				√								
Crowdfunding	√											
Loyalty and Affinity Programs		√										
Contests	√											
Dual Credit		√										
Challenge Exams		√										
Financial Aid for Youth In Care	√	√										
Children's Savings Program								√	√	√		
Government Funded In-Trust Account								√	√	√		
Tax Free Savings Account	√											
Barter Exchange		√										
Accommodation Exchange		√										

Tax Advantages of Funding Sources

Funding source	Avoid tax		Decrease tax				Split income			Defer tax		
	0% tax inc.	0% tax ben.	Ded. con.	Ded. exp.	Low tax rate	Ref. tax cr.	Non-ref. tax cr.	1st gen. inc.	>1st gen. inc.	Cap. gains	Inc.	Cap. gains
HomeShare					Dependent on structure of agreement							
Live-in Caregiving		√										
Living at Home		√										
Institutional Transfers		√										
Distance Education		√										
Residential Lease		√										
Residential Purchase		√		√								√
Part-time and Temporary Employment					√			√				
Student Business				√	√							
Co-op Education Program					√							
Work-Study Internships					√							
Fellowships	√											
Canadian Armed Forces - Regular		√										
Canadian Armed Forces - Reserves	√	√										
Canadian Coast Guard Officer Training		√										
Financial Aid for Junior Hockey Players	√	√										
Athlete Assistance Program	√	√										
Canada Student Loan - Federal Portion		√										
Canada Student Grant	√											
Provincial Government Loan and Grant	√						√					

Tax Advantages of Funding Sources

Funding source	Avoid tax		Decrease tax				Split income			Defer tax		
	0% tax inc.	0% tax ben.	Ded. con.	Ded. exp.	Low tax rate	Ref. tax cr.	Non-ref. tax cr.	1st gen. inc.	>1st gen. inc.	Cap. gains	Inc.	Cap. gains
Canada Apprentice Loan		√					√					
Family Funded In-trust Account				√					√	√		√
Personal or Inter-Vivos Trust				√					√	√		
Charitable Gift Annuity				√	√		√					
Charitable Remainder Trust	√			√			√	√	√	√		
Testamentary Trust				√	√			√	√	√		
Gifting	√									√		
Life Insurance								√	√	√	√	√
Amateur Athletic Trust					√						√	√
Deferred Salary Leave Plan					√						√	
Registered Retirement Savings Plan (RRSP)	√		√		√						√	√
Spousal RRSP	√		√		√			√	√	√	√	√
Lifelong Learning Plan	√		√									
Worker’s Compensation	√	√										
Employment Insurance			√		√							
Reverse Mortgage	√											
Employer Funded Training		√										
Government Funded Training		√										
Foreign Credential Recognition Prog. & Loan							√					
Financial Assistance for Protected Persons	√	√					√					

Tax Advantages of Funding Sources

Funding source	Avoid tax		Decrease tax				Split income			Defer tax		
	0% tax inc.	0% tax ben.	Ded. con.	Ded. exp.	Low tax rate	Ref. tax cr.	Non-ref. tax cr.	1st gen. inc.	>1st gen. inc.	Cap. gains	Inc.	Cap. gains
Provincial Accreditation Support Programs							√					
Indspire	√											
PS Student Support Program for First Nations	√	√										
Metis Nation PSE Strategy	√	√										
Inuit PSE Strategy	I	√										
Disability Tax Credit							√					
Registered Disability Savings Plan	√							√	√	√	√	√
Child Disability Benefit	√											
Canada Workers Benefit Disability Supplement						√						
Severe and Permanent Disability Benefit		√										
Canada Disability Benefit	√											
CPP Children's Benefit	√											
Canada Student Grant for Services & Equipment					Tax treatment can vary by province							
Provincial Support for People with Disabilities					Tax treatment can vary by province							

Inc. = income; Ben. = benefit; Ded. = deduction; Con. = contributions; Exp. = expenses; Ref. = refundable; Cr. = credit; Gen. = generation; Cap. = capital. Marks and conditional notes retain the original classifications.