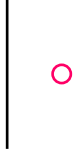# RDSP

ITS Transactions

An **RDSP** is a long-term savings plan intended to help Canadians with severe and prolonged disabilities save for the future

The Canada Disability Savings Program's (**CDSP**) System Interface Transaction Standards (**ITS**) document

Registered Disability Savings Plan (RDSP)

Consent

transactions

(primary caregiver)

Add or update consent (202-01)

ITS 4.1   ITS 4.2   ITS 6.7.1

Revoking consent (202-02)

- The CDSP system sends the confirmation of the processing of the 202-02 in:

RT 901 (.**pro**); or
RT 801 (.**err**).

- **error code 8266**
  - must already be recorded as consent for the beneficiary

- **error code 8267**
  - must not be an active holder on the current beneficiary contract

ITS 4.1   ITS 4.2   ITS 6.7.1

Financial transactions

Contribution/grant request (401-01)

Requesting CDSG ?

Y / N

(Position 88)

Common problem

- Refusal reason "6"
  - no grant requested

Correcting a contribution Or Grant request (401-02)

For every

transaction sent,

a transaction correction

exists

401-01
$100

CDSG
$300

401-02
$1,000

Original issuer transaction number

Original issuer BN

Original contribution date

-$100 -$300 → **401-02**
$1,000 → **CDSG**
$3,000
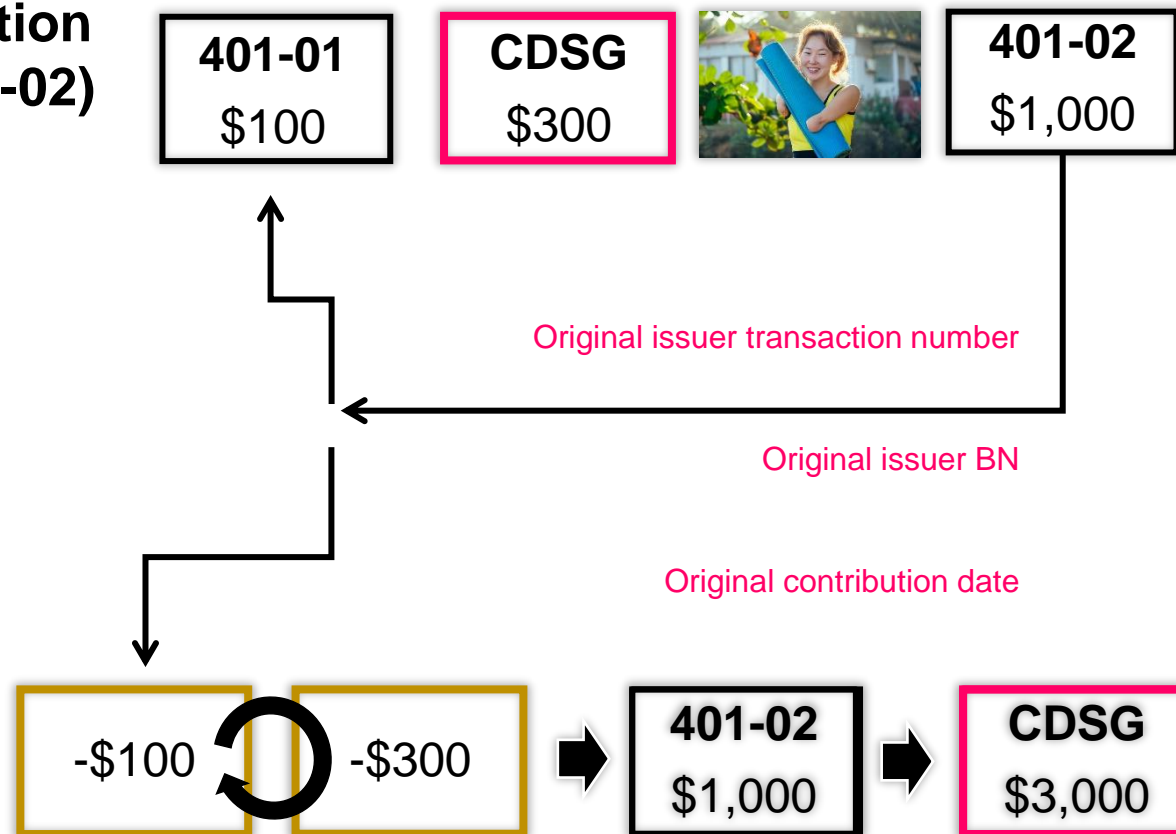
Opening of the plan

Bond payment request (401-05)

Beneficiary 18

Unless a stop

bond request is

submitted

Transfer-in (receiving)

**Stop bond payment
request (401-06)**

**Transfer-out
(relinquishing)**

Holder request

Specified disability
savings plan
(SDSP)

3 main reasons to use a stop
bond payment
request transaction

Rollover issues

Guide 4.5 **ITS 14.4**

Employment and Social Development Canada / Emploi et Développement social Canada

Canada
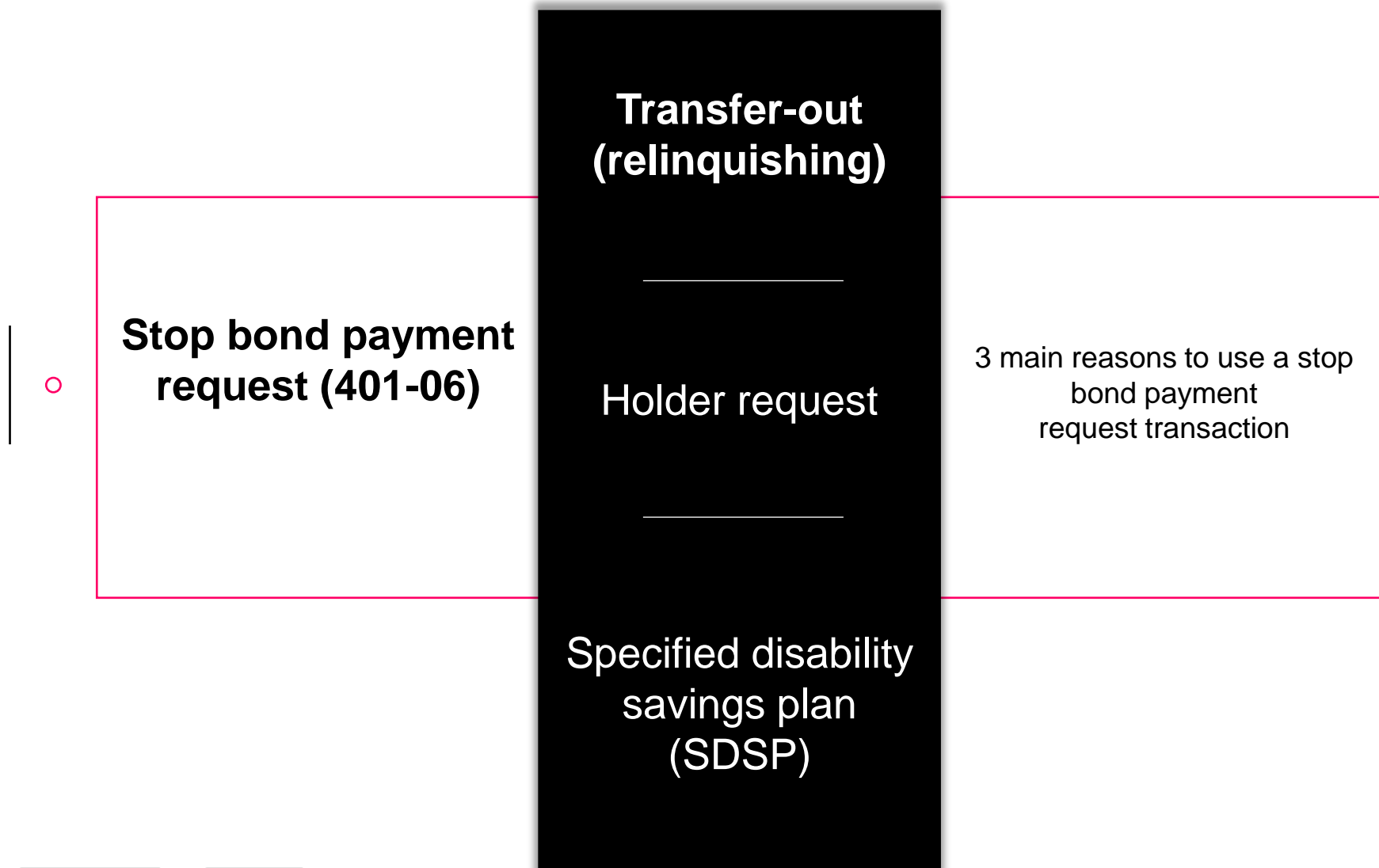
Retirement savings rollover (401-08)

3 conditions for a retirement savings rollover to take place

The rollover is not permitted

No — The specimen plan accept retirement savings rollovers

No — The beneficiary is financially dependent* on the deceased parent or grandparent

Yes *validated by the CRA

Proceed with rollover

Transaction processing file

RT 901 Possible rollover issue

ITS 6.8.5

Employment and
Social Development Canada

Emploi et
Développement social Canada

Canada

- Retirement savings
rollover reversal (401-09)

Error

401-09

Rollover
issue

Employment and Social Development Canada / Emploi et Développement social Canada

Canada

Education savings rollover (401-30)

The RESP allow AIPs → **No**

The RDSP accept education savings rollovers* → **No**

The rollover is not permitted

↓ **Yes**

Proceed with rollover

Transaction processing file

RT 901 Possible rollover issue

! *not permitted in a SDSP or during a period in which the beneficiary is DTC-ineligible

ITS 6.8.6
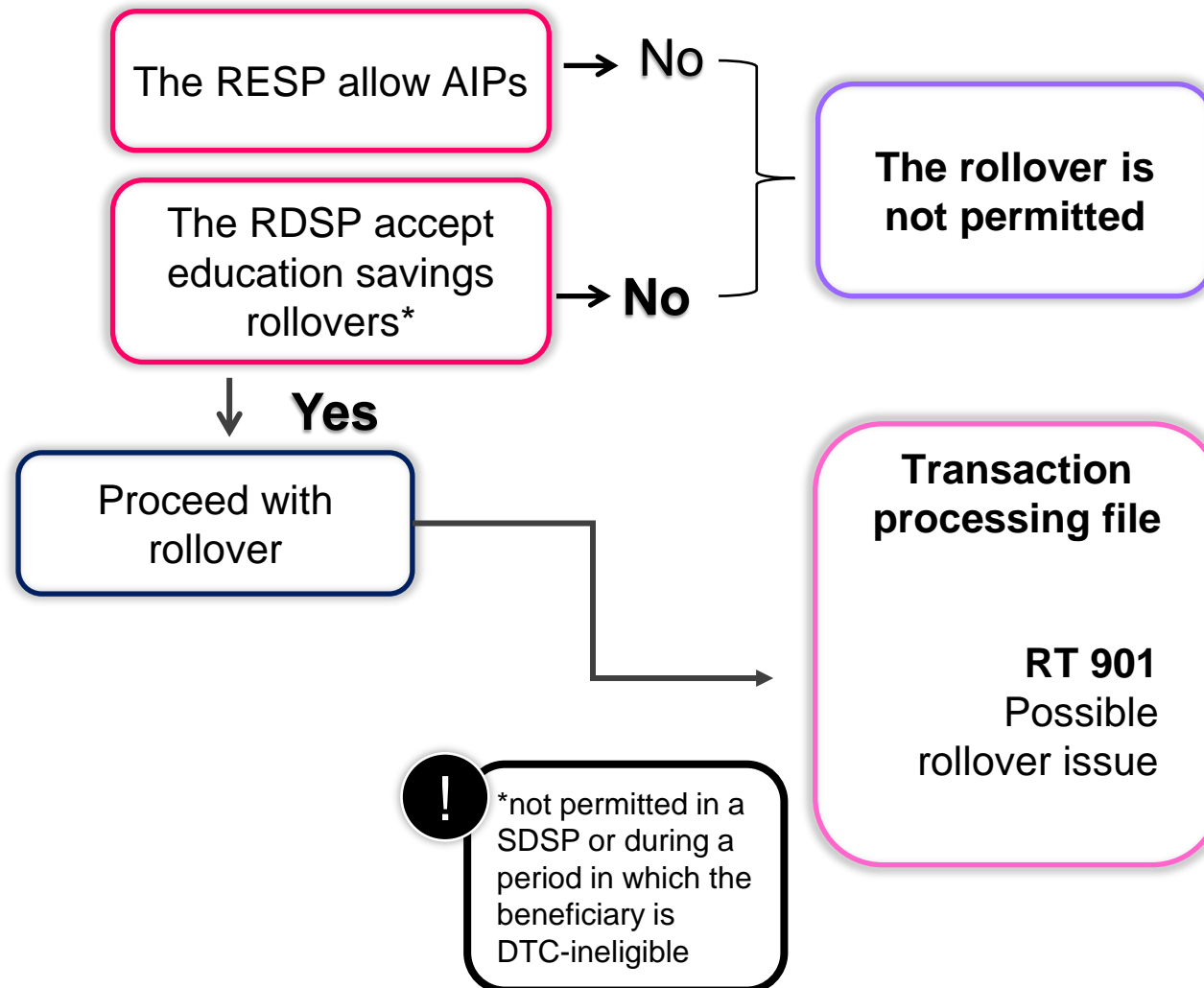
Education savings rollover reversal (401-31)

Error

401-31

Rollover issue

Exercise 5

Solutions

Exercise 5 /

○ **Correcting a**

contribution

On May 1st 2020, the holder made a $1,000 contribution. When submitting the 401-01 transaction (contribution/grant request) the issuer incorrectly indicated the amount as $100 instead of $1,000.

A. Which transaction is used to correct the amount initially submitted?

401-02 – Correction of contribution/grant request

B. What contribution amount is indicated in this new transaction?

0001000.00
(the 0000100.00 is reversed and the 0001000.00 is processed)

C. What date will be submitted as the contribution date?

20180213 (the original contribution date)

Disability assistance payment (DAP) (401-20)

○

1. Contribution portion of the non-taxable formula
   ✓ Variable "B" of the non-taxable formula

2. Grant potion of the DAP
   ✓ Any CDSG amount outside of the AHA period

3. Bond portion of the DAP
   ✓ Any CDSB amount outside of the AHA period
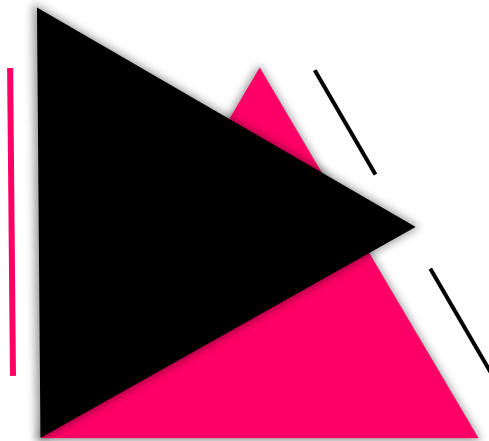
4. Non-taxable portion of the DAP
   ✓ Result of the non-taxable formula

5. Total DAP amount
   ✓ Amount of DAP requested

DAP reversal (401-22)

Disability assistance payment

Error was submitted in the DAP transaction

+

Repayment transaction

ITS 6.8.11

Lifetime disability assistance payment (LDAP) (401-21)

Once started, a minimum of **one payment per year becomes mandatory** until:

- the plan is terminated
- the beneficiary is deceased

Lifetime disability assistance payment LDAP (401-21)

LDAP

Important Fields

Contribution portion of the non-taxable formula (LDAP)

CDSG portion of the LDAP

CDSB portion of the LDAP

Non-taxable portion of the LDAP

Total LDAP amount

Variable "B" of the non-taxable formula

Amounts outside of the AHA period

LDAP amount

Result of the non-taxable formula
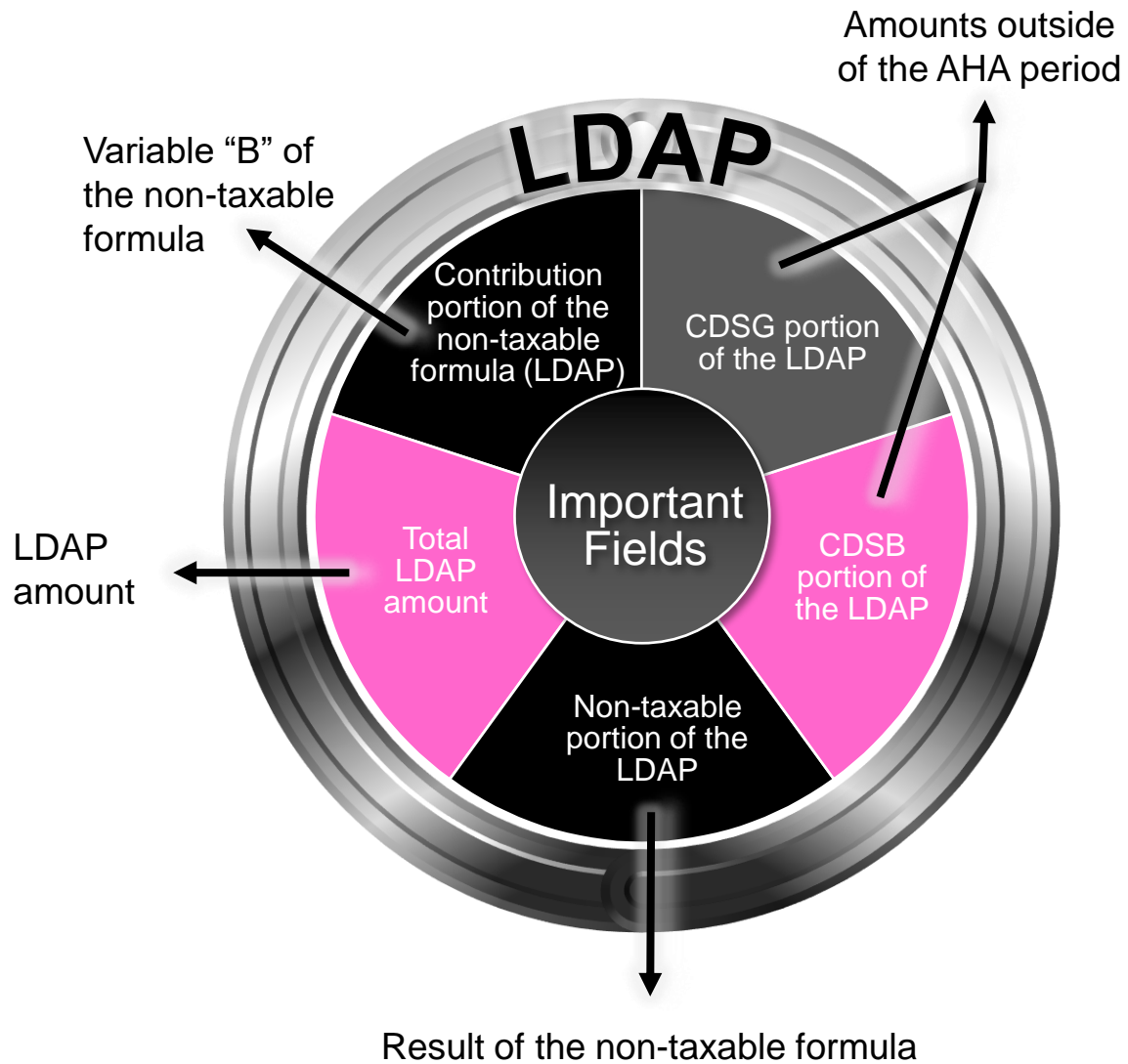
LDAP reversal (401-23)

An error was submitted in the LDAP transaction

Repayment transaction

Repayment of CDSG and/or CDSB (401-10)

A repayment reason must be provided

"01" DAP

"02" LDAP

"03" Contract terminated

"04" Contract ceases to be registered

"05" Beneficiary ceases to be DTC eligible

"06" Death of beneficiary

"07" Non entitlement (as per legislation)

"08" Bond payment rectification

Guide 3.6   ITS 6.8.7   AHA guide
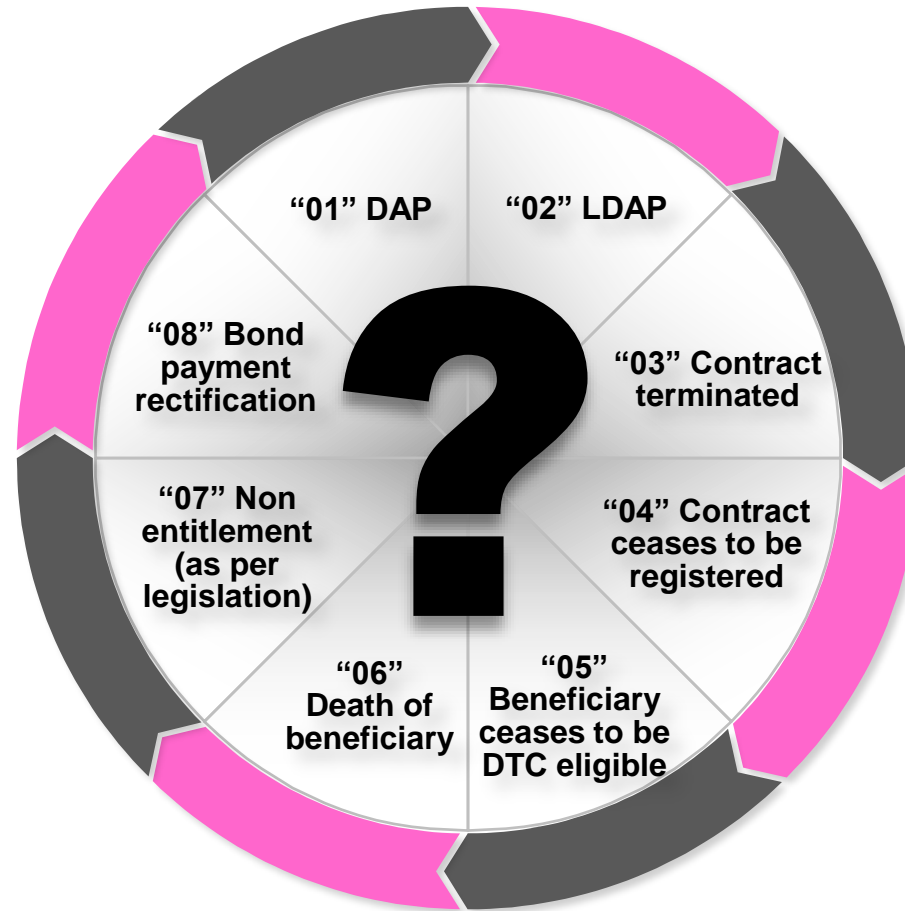
Reverse repayment of CDSG and/or CDSB (401-11)

A reverse repayment reason must be provided

"01" DAP/LDAP reversal

"02" Change in payment date of DAP/LDAP

"03" AHA calculated incorrectly

"04" Administrative error wrong plan

"05" Administrative error – misunderstood instructions

"06" Administrative error - input

ITS 6.8.7

Exercise 6

Solutions

Exercise 6 - Repayment of CDSG and CDSB

The beneficiary of an RDSP passed away January 25, 2019.

The RDSP Fair Market Value is $62,147.

The RDSP has been opened for less than 10 years.

Description	Amount
Earnings	$2,147
Contributions	$15,000
CDSG	$35,000
CDSB	$10,000

1. Which transaction must the issuer submit to the CDSP system?

   • 401-10 Grant and/or bond repayment request

2. What reason should be provided?

   • 06 Death of Beneficiary

3. How much will be repaid in CDSG? In CDSB?

   • $35,000 in CDSG
   • $10,000 in CDSB

4. Which other transaction(s) should be submitted to the CDSP system?

   • 102-10 Close a contract with closure reason 01 Death of the beneficiary
   • 401-20 DAP

Election transactions

SDSP election

(501-03)

Doctor or nurse

practitioner certifies

(in writing)

1 Medical doctor or nurse practitioner attestation

2 Holder requests SDSP election and provides medical attestation

3 Issuer submits: 501-03

and

! Stop bond payment (401-06)

* An SDSP election becomes effective on the date ESDC acknowledges receipt of the request

ITS 6.9.1

SDSP

election

reversal

(501-04)

CDSG / CDSB can
only be requested
in the calendar
year following
the reversal

Must wait 24 months
to request a new SDSP election

Transfers

They are reported through a combination of transactions

Transfer responsibilities

A transfer does not have its own unique transaction type

Relinquishing issuer

102-10

701-02

RT 951

Receiving issuer

101-01
with transfer indicator to "Y"

101-02

101-03

RT 951

RT 971

IC 18   Guide 4.6

Transfer reporting of FMV and earnings

(701-02)

It is the responsibility of the relinquishing issuer to report this information

Relinquishing issuer

701-02

Earnings   FMV
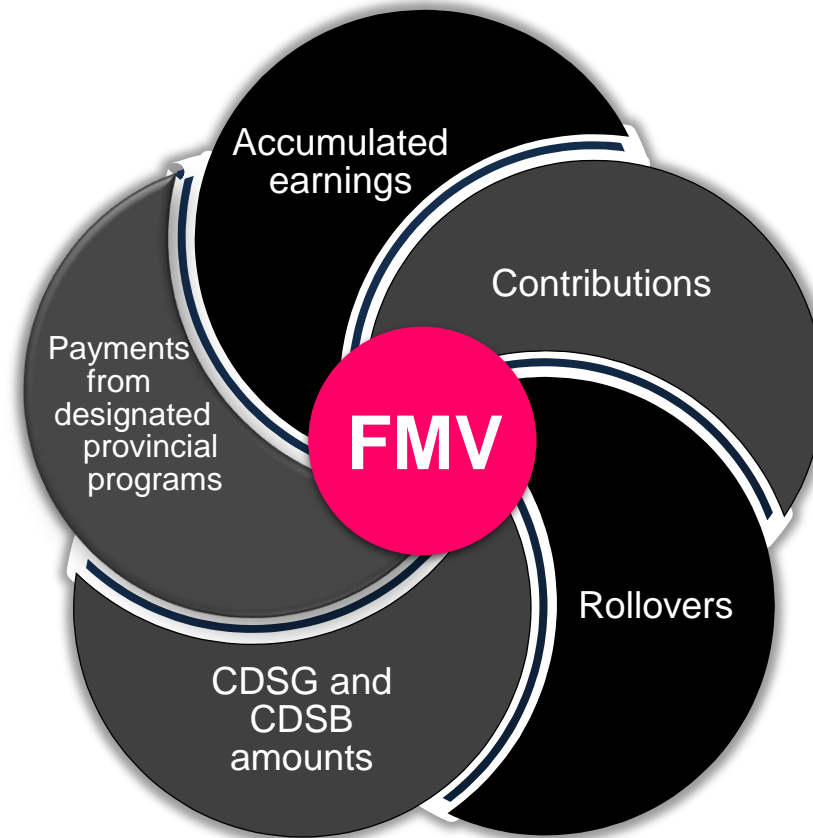
Monthly reporting transaction

Monthly reporting of FMV (701-01)

Every month issuers report all RDSP financial activity that occurred for each registered contract

FMV = Total value of plan

- Accumulated earnings
- Contributions
- Payments from designated provincial programs
- **FMV**
- Rollovers
- CDSG and CDSB amounts

ITS 6.10.1

Beneficiary DTC eligibility

Beneficiary DTC eligibility (RT 981)

Every month issuers report all RDSP financial activity that occurred for each registered contract

February file:

Annual DTC eligibility status of all beneficiary for the calendar year

Monthly file:

Updated status
(blank if no changes)

ITS 4.6   ITS 12.0

DTC eligibility status information

DTC eligibility status at the CRA

"Y" - Yes   **"N" - No**

"U" - Undetermined

"U" Undetermined status reason

"1" No beneficiary match at CRA   **"2" DTC application in process or under appeal**

"3" No DTC application received at CRA

ITS 4.6   ITS 12.0

Questions

Reference tools

- Systems Documentation

- User Guide and Publications

- Forms

- Training

Canada.ca/RDSPresources

Evaluation

Thank you