

CPP & EI

	2006		2005	
	CPP	EI	CPP	EI
Maximum Earnings	\$42,100.00	\$39,000.00	\$41,100.00	\$39,000.00
Exemptions	\$ 3,500.00	NA	\$ 3,500.00	NA
Maximum Contributions:				
- Employee	\$ 1,910.70	\$ 729.30	\$ 1,861.20	\$ 760.50
- Employer	\$ 1,910.70	\$ 1,021.02	\$ 1,861.20	\$ 1,064.70
Rates:				
- Employee	4.95%	1.87%	4.95%	1.95%
- Employer	4.95%	2.62%	4.95%	2.73%

Self-employed persons pay both the employer and employee portions of CPP and do not pay any EI.

You have to deduct CPP for your employee's earnings if that employee:

- is 18 years or older, but younger than 70
- is in pensionable employment during the year
- does not receive a CPP retirement or disability pension

There is no age limit for deducting EI.