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## CPP Pensionable Earnings Ceiling for 2007 up to \$43,700

Ottawa, November 2, 2006... The Canada Revenue Agency announced today that the maximum pensionable earnings under the Canada Pension Plan (CPP) for 2007 will be \$43,700-up from \$42,100 in 2006. The new ceiling was calculated according to a CPP legislated formula that takes into account the growth in average weekly wages and salaries in Canada.

Contributors who earn more than \$43,700 in 2007 are not required or permitted to make additional contributions to the CPP. The basic exemption amount for 2007 remains \$3,500. Individuals who earn less than that amount do not need to contribute to the CPP.

The employee and employer contribution rates for 2007 will remain unchanged at 4.95%, and the self-employed contribution rate will remain unchanged at 9.9%. The maximum employer and employee contribution to the plan for 2007 will be \$1,989.90, and the maximum self-employed contribution will be \$3,979.80. The maximums in 2006 were \$1,910.70 and \$3,821.40.