

Task Title: Ontario Protected Deposits – What’s Covered

OALCF Cover Sheet – Learner Copy

Learner Name: _____

Date Started (m/d/yyyy): _____

Date Completed (m/d/yyyy): _____

Task Description:

The learner will complete tasks related to the Deposit Insurance Corporation of Ontario (DICO).

Competency: A Find and Use Information

Task Groups: A2: Interpret Documents

Level Indicators:

- A2.1: Interpret very simple documents to locate specific details
- A2.2: Interpret simple documents to locate and connect information

Materials Required:

- Pencil or pen

Learner Information

The Deposit Insurance Corporation of Ontario (DICO) is an Ontario Provincial Agency established under the Credit Unions Act. DICO's role is to protect depositors of Ontario credit unions from the loss of their deposits.

Look at the "What's Covered" brochure.

What's Covered, What's Not?

What does DICO insure?

DICO insures Canadian currency deposits payable in Canada including:

- savings and chequing accounts;
- term deposits including index-linked term deposits;
- guaranteed investment certificates;
- deposits in registered savings plans (e.g. RRSP, LIRA, RRIF, LIF, RESP, RDSP, TFSA);
- to be eligible for deposit insurance protection, **you must be a member of a credit union.**

What does DICO NOT insure?

DICO does **NOT** insure:

- mutual funds;
- membership shares;
- patronage, investment or preferred shares issued by a credit union;
- foreign currency deposit accounts;
- contents of safety deposit boxes;
- securities held for safekeeping.

What Is the Maximum Insurance Protection?

Basic Protection

The maximum basic protection for eligible deposits is \$100,000 (principal and interest combined) per member in each credit union. Deposits held in different branches of the same credit union are not separately insured.

Separate Protection

DICO provides separate protection for deposits held in joint accounts and trust accounts. All deposits in registered savings plans are all fully insured.

• Joint Deposits

Deposits you own with someone else are insured separately from deposits in your own name, provided the records of the credit union identify the name and address of each joint owner.

The maximum insurance protection for deposits having the same joint owners at each credit union is \$100,000 (held jointly, not per individual owner).

• Trust Deposits


Deposits held in trust accounts are insured separately from deposits owned by the trustee or the beneficiary. The records of the credit union must identify:

- that the deposits are held in trust;
- the name and address of the trustee(s);
- the name and address of the beneficiary(ies).

If a trust deposit has more than one beneficiary, the portion owned by each beneficiary must be identified on the credit union's records. Each beneficiary's portion is insured up to \$100,000. Eligible deposits having both the same trustee and the same beneficiary are combined and the total is insured to a maximum of \$100,000.

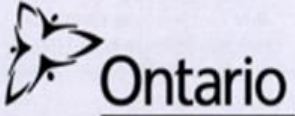
• Registered Savings Plans

Deposits held in registered savings plans are separately insured from the deposits held in other accounts. All deposits made to registered savings plans are fully insured with no limit on the maximum amount. Registered Savings Plans include RRSP, LIRA, RRIF, LIF, RESP (Registered Educational Savings Plan), RDSP (Registered Disability Savings Plan), and TFSA (Tax Free Savings Account).



Further information

on deposit insurance coverage and copies of this brochure can be obtained by contacting:



Ontario
Deposit Insurance Corporation of Ontario
Société ontarienne d'assurance-dépôts

Internet site:
<http://www.dico.com>
E-mail: info@dico.com
Toll free number: 1-800-268-6653

4711 Yonge Street, Suite 700
Toronto ON M2N 6K8
Tel.: (416) 325-9444
FAX: (416) 325-9439

Ce document est également disponible en français.
October 1st, 2009

Work Sheet

Task 1: List 3 things DICO insures.

Answer:

Task 2: List 3 things DICO does not insure.

Answer:

Task 3: How much is the maximum basic protection for eligible deposits?

Answer:

Task 4: How much is the maximum basic protection for a registered savings plan?

Answer:
