

Annual LIF Withdrawal Percentages

The maximum percentage that can be withdrawn each year from a Life Income Fund (LIF) varies according to the owner's age, current long-term interest rates and the previous year's investment returns for the fund.

Age as at January 1 st	Minimum withdrawal %	Maximum withdrawal % ON ¹ , NB, SK ² , NL ² , BC ³ and AB ⁴	Maximum withdrawal % QC, MB ⁵ and NS	Maximum withdrawal % Federal/ PBSA (LIF and RLIF)	Age as at January 1 st	Minimum withdrawal %	Maximum withdrawal % ON ¹ , NB, SK ² , NL ² , BC ³ and AB ⁴	Maximum withdrawal % QC, MB ⁵ and NS	Maximum withdrawal % Federal/ PBSA (LIF and RLIF)
50	2.50	6.27	6.10	3.92	73	5.53	9.00	8.50	6.41
51	2.56	6.31	6.10	3.95	74	5.67	9.34	8.80	6.76
52	2.63	6.35	6.10	3.99	75	5.82	9.71	9.10	7.17
53	2.70	6.40	6.10	4.03	76	5.98	10.15	9.40	7.64
54	2.78	6.45	6.10	4.07	77	6.17	10.66	9.80	8.19
55	2.86	6.51	6.40	4.11	78	6.36	11.25	10.30	8.83
56	2.94	6.57	6.50	4.16	79	6.58	11.96	10.80	9.58
57	3.03	6.63	6.50	4.21	80	6.82	12.82	11.50	10.48
58	3.13	6.70	6.60	4.27	81	7.08	13.87	12.10	11.59
59	3.23	6.77	6.70	4.33	82	7.38	15.19	12.90	12.97
60	3.33	6.85	6.70	4.40	83	7.71	16.90	13.80	14.74
61	3.45	6.94	6.80	4.47	84	8.08	19.19	14.80	17.11
62	3.57	7.04	6.90	4.55	85	8.51	22.40	16.00	20.42
63	3.70	7.14	7.00	4.64	86	8.99	27.23	17.30	25.40
64	3.85	7.26	7.10	4.74	87	9.55	35.29	18.90	33.69
65	4.00	7.38	7.20	4.85	88	10.21	51.46	20.00	50.26
66	4.17	7.52	7.30	4.97	89	10.99	100.00	20.00	100.00
67	4.35	7.67	7.40	5.11	90	11.92	100.00	20.00	100.00
68	4.55	7.83	7.60	5.26	91	13.06	100.00	20.00	100.00
69	4.76	8.02	7.70	5.44	92	14.49	100.00	20.00	100.00
70	5.00	8.22	7.90	5.63	93	16.34	100.00	20.00	100.00
71	5.28	8.45	8.10	5.85	94	18.79	100.00	20.00	100.00
72	5.40	8.71	8.30	6.11	95+	20.00	100.00	20.00	100.00

Annual RRIF Minimum Payment Schedule

The federal government requires that holders of retirement income funds withdraw a minimum amount of retirement income from their RRIFs each year⁶, according to the following schedule:

Age ⁷ as at January 1 st	RRIF Factor %
60	3.33
61	3.45
62	3.57
63	3.70
64	3.85
65	4.00
66	4.17
67	4.35
68	4.55
69	4.76
70	5.00
71	5.28
72	5.40
73	5.53
74	5.67
75	5.82
76	5.98
77	6.17

Age ⁷ as at January 1 st	RRIF Factor %
78	6.36
79	6.58
80	6.82
81	7.08
82	7.38
83	7.71
84	8.08
85	8.51
86	8.99
87	9.55
88	10.21
89	10.99
90	11.92
91	13.06
92	14.49
93	16.34
94	18.79
95+	20.00

Quebec, Alberta, Manitoba, New Brunswick and British Columbia pension legislation permits LIF clients who begin a LIF in the middle of the calendar year with funds transferred from a LIRA or pension plan to take the FULL maximum payment for the year. First year payments under the other jurisdictions must be prorated based on the number of months the LIF was in force.

1. **Ontario New LIF, Ontario Old LIF, Ontario LRIF** maximum calculation is based on the greater of a) the result using the factor and b) the previous year's investment returns.
2. **Saskatchewan LIFs** must be converted to a life annuity at age 80.
3. **British Columbia LIF** maximum calculation is the greater of 1) the result using the applied factors and 2) the previous year's investment returns under the same LIF contract.
4. **Alberta LIF** maximum calculation is based on the greater of 1) the result using the new factors or 2) the previous year's investment returns
5. **Manitoba LIF** maximum calculation is based on the greater of a) the result using the factor and b) the previous year's investment returns plus 6% of the value of all transfers in from a LIRA or Pension Plan during the current year.
6. The minimum required withdrawal for all types of registered retirement income funds (RRIFs) has been reduced by 25% for the year 2020. Individuals who have already withdrawn more than the reduced 2020 minimum amount will not be permitted to re-contribute the excess amount back into their RRIFs. Tax will only be withheld if you withdraw more than your unreduced minimum amount.
7. For individuals under 71 years of age, Annual Minimum Payment for non-qualifying RRIF is calculated as follows: AMP = (Value of RRIF at beginning of year) x 1/(90-age).

Life Income Funds, Restricted Life Income Funds, and Variable Benefits. Office of the Superintendent of Financial Institutions - <https://www.osfi-bsif.gc.ca/Eng/pp-rr/faq/Pages/lif-frv.aspx>
Registered Retirement Income Funds: Chart - Prescribed factors <https://www.canada.ca/en/revenue-agency/services/tax/businesses/topics/completing-slips-summaries/t4rsp-t4rif-information-returns/payments/chart-prescribed-factors.html>

This handout is provided for information purposes only. Neither Alitis nor any director, officer or employee of Alitis accepts any liability whatsoever for any errors or omissions in the information, analysis or opinions contained in this handout, nor for any direct, indirect or consequential damages or losses arising from any use of this handout or its contents.