

Commuted Pension Value

Compare a pension commuted value with the present value of a lifetime pension.

Client information and assumptions

Name

Province

Current age

Taxable income excluding commuted value

Commuted value

Commuted value before taxes

Annual pension

Present value factor

Maximum transfer to LIRA/LIF

Taxable cash

RRSP contribution

Taxable amount

Estimated tax on taxable amount

After-tax cash

Commuted value plus RRSP contribution

Lifetime pension

Monthly pension

Pension timing (Start or End)

Annual indexing (%)

Pension paid for years

Annual rate of return (%)

Pension paid until age

Present value of lifetime pension

Comparison result

Recommended higher calculated value:

Educational illustration only. Tax is an advisor-entered estimate; verify current federal and provincial tax rules. Results do not account for pension guarantees, survivor benefits, solvency, investment fees, risk tolerance or estate objectives. Obtain financial, tax and legal advice before making an irrevocable pension decision.