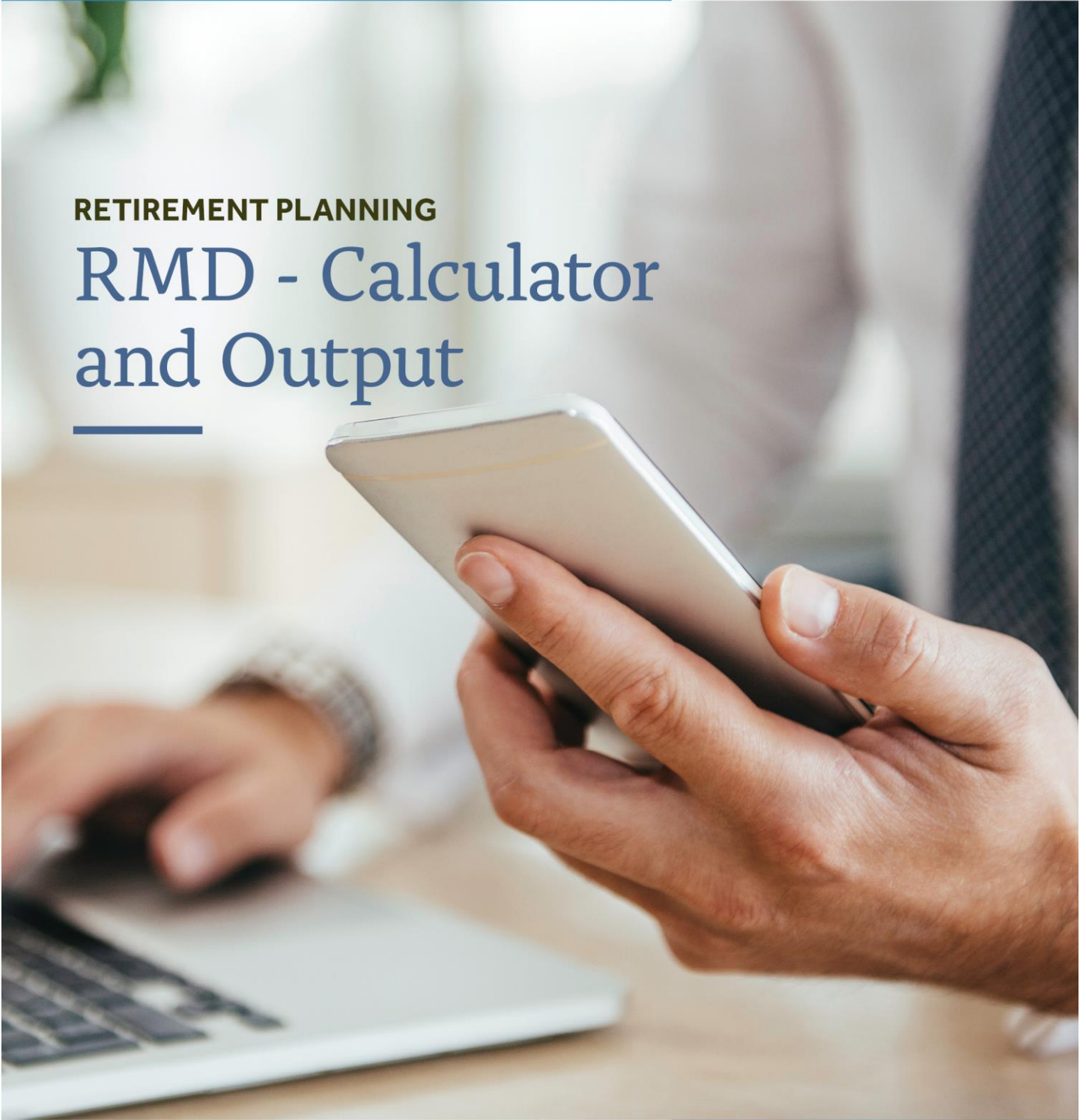


RETIREMENT PLANNING

# RMD - Calculator and Output

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# Determining Required Minimum Distributions

Though qualified retirement plans and individual retirement accounts (IRAs) provide a tax-efficient means to save for retirement, Congress was wary of enabling individuals to defer tax liability indefinitely. The required minimum distribution rules were enacted to ensure that individuals pay income tax on retirement plan balances by requiring that distributions must be taken from retirement plans upon attaining a certain age, or at death.

Generally, distributions must be taken from a qualified retirement plan or IRA when he/she reaches age 72 (referred to as the Required Beginning Date), with the first distribution due by April 1st of the year following the year the taxpayer attains age 72. After the Required Beginning Date, distributions must be taken by December 31st of each subsequent year.

To determine the amount of the required distribution, the balance of the account on December 31st of the prior year is divided by a life expectancy factor (referred to as the Applicable Distribution Period) as provided in the Uniform Lifetime Table or the Joint and Last Survivor Table. Both tables are published by the IRS. The Uniform Lifetime Table will be used unless the individual's sole beneficiary is a spouse that is more than 10 years younger. Keep in mind, the calculation only provides the minimum amount that must be taken in any year.

The following chart provides an estimation of required minimum distributions assuming the following factors:

- Current age is **71**;
- Spousal beneficiary's age is **71**;
- Account balance on December 31st of the prior year was **\$2,000,000**; and
- Account balance grows annually at **5%**.

Please note, this is an estimate only. Accordingly, consult your local advisor to determine your actual required distribution.

Age	Required Minimum Distribution	Age	Required Minimum Distribution	Age	Required Minimum Distribution
72	\$87,246	82	\$129,602	92	\$177,257
73	\$91,414	83	\$140,289	93	\$179,288
74	\$95,773	84	\$145,855	94	\$178,894
75	\$100,332	85	\$150,536	95	\$177,958
76	\$105,098	86	\$155,234	96	\$176,420
77	\$109,559	87	\$159,926	97	\$174,215
78	\$114,741	88	\$164,585	98	\$171,271
79	\$119,536	89	\$169,180	99	\$165,008
80	\$124,490	90	\$172,148	100	\$158,067
81	\$129,602	91	\$174,857	101	\$150,432

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