



NEWSLETTER

June 2022

To All Contributing Employers of the
Canadian Elevator Industry Welfare & Pension Plans

**Re: Amended CRA Rules regarding Pension Contributions
for Members Over Age 71**

The 2021 Federal Budget included changes to the Income Tax Regulations (ITR) to prohibit contributions to a Specified Multi-Employer Pension Plan (SMEP) like the Canadian Elevator Industry Pension Plan in respect of a member after the calendar year the member turns 71.

A participating Member must start to collect his pension from the Canadian Elevator Industry Pension Plan by December 1st of the year in which the Member attains age 71.

If the member continues to work past Dec. 1st of the year in which the Member attains 71 the plan can no longer accept contributions on behalf of the employer and/or the employee and therefore the member shall be prohibited from any additional pension credits accruing on any hours worked.

As an employer contributing to the Canadian Elevator Industry Pension Plan, it is your responsibility to ensure pension contributions are not remitted to the Canadian Elevator Industry Pension Plan for any Members in your employ after the calendar year that member turns 71.

This letter is being circulated as a reminder in this regard. Should you have any questions, please contact the Canada Revenue Agency (CRA) or an appropriate tax expert.

**Yours very truly,
The Board of Trustees of the
Canadian Elevator Industry Welfare & Pension Plans**