# OPQ Letter – Key Points – Stephen Lowe (DOR: 7 October 2020)

# Personal Retirement Account

* Current unit holdings valued at £111,278.23
* Value of member’s normal contributions £42,799.32
* Value of employer’s normal contributions £68,478.91

# Options

* Selected tax-free lump sum of £22,500.00 (LTA used is 2.09%) plus joint life annuity of£6,831.30 per annum [spouse £3,415.65 per annum], which is non- increasing (LTA used is 8.27%)*OR*
* Selected tax-free lump sum of £22,500.00 (LTA used is 2.09%) plus joint life annuity of £5,323.09 per annum [spouse £2,661.55 per annum], which increases each year by the lower of RPI or 3.0% (LTA used is 8.27%) *OR*
* “Uncrystallised Funds Pension Lump Sum” (UFPLS) of £111,278.23 (LTA used is 10.36%) *OR*
* Transfer entire Personal Retirement Account to a suitable alternative arrangement to take advantage of additional flexibilities (e.g. multiple UFPLS’s or Flexi-Access Drawdown) *OR*
* Open market option

# Payment of annuity

* Annuity paid by monthly instalments in arrears
* First payment on 7 November 2020
* Annuity paid for life and subject to PAYE

# Payment of UFPLS

* £27,819.56 paid tax-free and £83,458.67 (taxable element) paid assuming an emergency code on a month 1 basis (tax code 1250L for 2020/21 tax year)
* Any over payment or under payment of tax dealt with by HMRC at end of tax year (or earlier by completing a “Repayment Claim Form” available from HMRC)

# Death in retirement

* If member dies after commencement of annuity, any further benefits will depend on option chosen at retirement (e.g. joint life annuity in this case)
* If member dies after taking a single UFPLS, no further benefits will be payable

# General information

* Minimum “Annuity Bureau” charge of £60.00 if annuity purchased using “Annuity Bureau” factors
* Reference to Pension Wise (guidance guarantee) for UFPLS option under the Plan or for a transfer to a suitable alternative arrangement to take advantage of additional flexibilities (e.g. multiple UFPLS’s or Flexi-Access Drawdown)

# Details required

* Copy of member’s birth certificate
* Option choice form completed by member
* Bank details form completed by member