|  |  |  |  |
| --- | --- | --- | --- |
| **Worked Answer: RST** |  | **Part 2 Leavers with Special Circumstances (AVCs)** | |
|  |  |  |  |
| **PATRICK SAWINGS** | **MALE** |  |  |
| Member’s Date of Birth: | **28/09/1974** |  |  |
| Spouse’s Date of Birth: | **05/12/1974** |  |  |
| Date of Joining Company: | **01/11/2022** |  |  |
| Date of Joining Scheme: | **06/04/2023** |  |  |
| Date of Leaving: | **01/09/2024** |  |  |

|  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| YTD Pensionable Service: |  |  | 4 | mths | (06/04/2024 | | - | 01/09/2024) | |
| Underpin Service to DOL: | 1 | yr + | 4 | mths | (06/04/2023 | | - | 01/09/2024) | |
| Revaluation to NPD: | 02/09/2024 to 28/09/2039 | | | | - | 15 yrs @ 2.5% | | | 1.44830 |

|  |  |
| --- | --- |
| Pensionable Earnings: | £35,000.00 |
| Contractual Salary: | £34,000.00 |

OPTIONS ON LEAVING: **REFUND / PRESERVED PENSION / CETV**

**Refund Option**

|  |  |
| --- | --- |
| Member’s contributions | £3,500.00 |
| AVCs (amount paid) | £1,600.00 |
|  | £5,100.00 |
| Less 20% tax | £1,020.00 |
| Net refund | **£4,080.00** |

**Member’s CARE Pension at DOL**

|  |  |  |
| --- | --- | --- |
| Pre 06 Pension at 05/04/2024  **Total Pre 06 Pension**  Post 06 Pension at 05/04/2024 |  | £0.00  **£0.00**  £430.00 |
| YTD Pension | £35,000.00 x (0 +( 4/12)) x 1/75 | £155.56 |
| **Total Post 06 Pension** |  | **£585.56** |
| **Total CARE Pension at DOL** |  | **£585.56** |

**FINAL SALARY UNDERPIN COMPARISON**

|  |  |  |
| --- | --- | --- |
| Underpin Pension at DOL | £34,000.00 x (1 + (4/12)) x 1/90 | £503.70 |
| **Total Underpin Pension** |  | **£503.70** |

**Member’s CARE Pension at DOL is greater than UNDERPIN Pension!**

**… *Plus AVC benefits***

***are payable* …**

|  |  |  |
| --- | --- | --- |
| **Post Retirement Spouse’s / Civil Partner’s Pension at DOL** | | |
| Pre 2006  Post 2006 | £0.00 x 40%  £585.56 x 40% | £0.00  £234.22 |
| **Total** |  | **£234.22** |
|  |  |  |
| **Member’s Revalued Pension at NPD** | | |
| Pre 2006  Post 2006 | £0.00 x 1.44830  £585.56 x 1.44830 | £0.00  £848.07 |
| **Total** |  | **£848.07** |
| **… *Plus AVC benefits***  ***are payable …*** |  |  |
| **Post Retirement Spouse’s / Civil Partner’s Revalued Pension at NPD** | | |
| Pre 2006  Post 2006 | £0.00 x 40%  £848.07 x 40% | £0.00  £339.23 |
| **Total** |  | **£339.23** |