

# Pensions update

## R08 August 2015 edition

### Web update 4: 29 January 2016

Please note the following updates (amendments in **bold** type) to your copy of the August 2015 edition of the R08: **Pensions update** study text:

#### Chapter 1, section A4, table on page 1/13

Please delete the right hand column and replace with:

##### Trigger event occurs in the post-alignment tax year

The member will have an £80,000 annual allowance for the pre-alignment tax year (as no trigger event will have occurred).

They will then have a MPAA for the post-alignment tax year of £10,000.

The alternative annual allowance for the post-alignment tax year will be up to £30,000.

#### Chapter 4, section E, page 4/15

Please delete the first sentence in the box headed 'Short-service refunds':

At the time of writing, a member of an occupational money purchase pension scheme who leaves having completed less than two years' qualifying service may be entitled to receive a short-service refund.

and replace with:

**Prior to 1 October 2015**, a member of an occupational money purchase pension scheme who **left** having completed less than two years' qualifying service may **have been** entitled to receive a short-service refund.

Please also delete the following paragraph:

Following the Government's decision to introduce automatic transfers in 2016, from 1 October 2015 occupational schemes must provide a short-service benefit where:

and replace with:

From 1 October 2015, occupational schemes must provide a short-service benefit where:

#### Chapter 7, section A4A, example 7.4, page 7/12

Please delete the equation in the first bullet point and replace with the following equation:

$$\frac{£115,000}{£110,000} = 1.15$$