**Core Unit 3 – Running a Workplace Pension Scheme**

**Assignment 3**

(Part 4 – Allowances)

Recommended Time: 1 Hour

# Explain the Tapered Annual Allowance and provide an example of a tapered AA calculation.

# 10 marks

1. **Outline the key features of a Pensions Savings Statement.**

# 5 marks

1. **In relation to the Annual Allowance tax charge, briefly describe what is meant by “Scheme Pays”.**

**5 Marks**

1. **List the Benefit Crystallisation Events which would trigger a test of a member’s benefits against the Lifetime Allowance.**

**10 marks**

1. **Briefly describe Fixed Protection, Fixed Protection 2014 and Fixed Protection 2016.**

**10 marks**

1. **The initial level of the Annual Allowance (AA) was £215,000, effective from 6 April 2006 (A-day).**

**Explain how the amount of the AA has changed since A-day.**

**10 marks**