# OPQ Letter – Key Points – Jane Wilson (DOR: 3 September 2020)

# Personal Retirement Account

* Current unit holdings valued at £136,760.66
* Value of member’s normal contributions £51,061.79
* Value of employer’s normal contributions £81,698.87
* Value of Augmentation £4,000.00

# Options

* Single life annuity of£9,308.74 per annum, which is non-increasing (LTA used is 12.74%)*OR*
* Single life annuity of £6,916.63 per annum, which increases each year by the lower of RPI or 3.0% (LTA used is 12.74%) *OR*
* Tax-free lump sum of £20,514.10 (LTA used is 1.91%) plus single life annuity of£7,912.30 per annum, which is non-increasing (LTA used is 10.83%)*OR*
* Tax-free lump sum of £20,514.10 (LTA used is 1.91%) plus single life annuity of £5,879.04 per annum, which increases each year by the lower of RPI or 3.0% (LTA used is 10.83%) *OR*
* “Uncrystallised Funds Pension Lump Sum” (UFPLS) of £136,760.66 (LTA used is 12.74%) *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 3 October 2020
* Annuity paid for life and subject to PAYE

# Payment of UFPLS

* £34,190.17 paid tax-free and £102,570.49 (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. single life annuity in this case and so no spouse annuity)
* If member dies after taking a single UFPLS, no further benefits will be payable

# General information

* “Annuity Bureau” charge of £68.38 if annuity is purchased using “Annuity Bureau” factors and PCLS is not taken
* “Annuity Bureau” charge of £60.00 if annuity is purchased using “Annuity Bureau” factors and PCLS is taken
* 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