# OPQ Letter – Key Points – Anne Lawrenson (DOR: 6 September 2021)

# Personal Retirement Account

* Current unit holdings valued at **£97,069.81**
* Value of member’s normal contributions **£37,334.54**
* Value of employer’s normal contributions **£59,735.27**

# Options

* Maximum tax-free cash sum of **£24,267.45** (LTA used is **2.26%**) plus single life annuity of**£6,546.81 per annum**, which is non- increasing (LTA used is **6.78%**)*OR*
* Maximum tax-free cash sum of **£24,267.45** (LTA used is **2.26%**) plus single life annuity of **£5,019.22 per annum**, which increases each year by the lower of RPI or 5.0% (LTA used is **6.78%**) *OR*
* “Uncrystallised Funds Pension Lump Sum” (UFPLS) of **£97,069.81** (LTA used is **9.04%**) *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 **6 October 2021**
* Annuity paid for life and subject to PAYE

# Payment of UFPLS

* **£24,267.45** paid tax-free and **£72,802.36** (taxable element) paid assuming an emergency code on a month 1 basis (tax code 1257L for 2021/22 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 only in this case and so no spouse annuity)
* If member dies after taking a single UFPLS, no further benefits will be payable

# General information

* Minimum “Annuity Bureau” charge of **£60.00** payable 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