



**Pensions  
Management  
Institute**

# **VOCATIONAL QUALIFICATIONS**

## **DEATHS PART 1**

### **DEATH BENEFITS WITHOUT SPECIAL CIRCUMSTANCES**

**WEDNESDAY 23 MARCH 2022**

**2.00 PM – 5.00 PM**

**TIME ALLOWED:**

**3 HOURS**

- 1.** Answer **ALL** the questions.
- 2.** Write all your answers in the answer book provided.
- 3.** Begin each question on a new page.
- 4.** Show all workings clearly.
- 5.** Calculate the benefits using only the information given.
- 6.** Where the benefits are likely to exceed the remaining Individual Lifetime Allowance, state in your answer book that you would refer the case to your manager.
- 7.** Factors must be rounded in accordance with the instruction in the Table of Factors. Round all other figures to two decimal places (or whatever is the normal practice where you work).

## Questions

### Section A

Calculate the death benefits / options for:

1. DENISE ADAMS – (RST)
2. FRANCIS HERBERT – (XYZ)
3. ANDRZEJ SAPKOWSKI – (RST)
4. JOANNE ROWING – (XYZ)
5. KAZUO ISHIGURO – (OPQ)

### Section B

6. Write a letter explaining the benefits payable and the options available in respect of **FRANCIS HERBERT**.

The letter may be addressed either to the beneficiary or to the Trustees (whichever is the normal practice in the organisation for which you work).

**Please note:** Candidates must not sign letters with their own names. Letters should be signed “A N Other”.

**CASE STUDY DETAILS****RST SCHEME****DEATHS PART 1  
QUESTION 1****Event history**

Date of first event    **21/03/2022**                      First event    **DEATH**  
Date of second event    Second event

**Member details**

Surname                      **ADAMS**                      Forenames    **DENISE**  
Date of birth                      **01/06/1953**                      Gender                      **FEMALE**  
Spouse's date of birth    **18/09/1964**  
Dependent child's date of birth  
Date of joining company    **18/06/1998**  
Date of joining scheme    **06/04/1999**

**Earnings history for the scheme year ending 5 April**

<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>
<b>54,889</b>	<b>55,100</b>	<b>56,550</b>	<b>54,288</b>	<b>59,991</b>	<b>60,300</b>	<b>58,885</b>	<b>57,300</b>	<b>56,950</b>

**Contribution history**

Total member's normal contributions    **£ 71,254.48**  
Total member's AVCs    **£**  
Current value of AVCs    **£**  
Single life AVC pension (per annum) payable immediately    **£**  
Joint life AVC pension (per annum) payable immediately    **£**

**Pre 6 April 2006 pension accrued as at 5 April 2021**

CARE pension (per annum) £ 5,130.92

**Post 5 April 2006 pension accrued as at 5 April 2021**

CARE pension (per annum) £ 12,172.10

**Special circumstances / additional information**

Contractual Salary at date of first event £ 55,600.00

Pro-rata CPI from 6 April 2021 to date of first event is 3.3%.

Denise Adams' current available Lifetime Allowance is 89.96%.

**CASE STUDY DETAILS****XYZ SCHEME****DEATHS PART 1  
QUESTION 2****Event history**

Date of first event     **20/03/2022**                      First event     **DEATH**

Date of second event                                      Second event

**Member details**

Surname                     **HERBERT**                      Forenames     **FRANCIS**

Date of birth                **12/02/1960**                      Gender         **MALE**

Spouse's date of birth                                    **08/01/1972**

Dependent child's date of birth

Date of joining company                                **06/11/1997**

Date of joining scheme                                 **06/11/1997**

Category of membership                                **B**

**Pensionable salary history for the scheme year commencing 6 April**

2013	2014	2015	2016	2017	2018	2019	2020	2021
28,750	29,312	35,680	38,900	40,689	42,300	42,150	45,600	47,950

**Contribution history**

Total member's normal contributions    £

Total member's AVCs   £

Current value of AVCs   £

Single life AVC pension (per annum) payable immediately                               £

Joint life AVC pension (per annum) payable immediately                                 £

**Contracting-out details at date of first event**

Pre 06/04/1988

GMP (per annum) £

Post 05/04/1988

GMP (per annum) £

**Special circumstances / additional information**

Salary at date of first event £ 47,500.00

Francis Herbert's Final Pensionable Salary at 3 July 2011 was £26,970.20.

Lower of 5.0% / RPI increases from 4 July 2011 to date of first event is 34.1%.

Francis Herbert's current available Lifetime Allowance is 100.00%.

**THIS QUESTION ALSO REQUIRES A LETTER (QUESTION 6)**

**CASE STUDY DETAILS**

**RST SCHEME**

**DEATHS PART 1  
QUESTION 3**

**Event history**

Date of first event	<b>16/04/2008</b>	First event	<b>PRESERVED LEAVER</b>
Date of second event	<b>16/03/2022</b>	Second event	<b>DEATH</b>

**Member details**

Surname	<b>SAPKOWSKI</b>	Forenames	<b>ANDRZEJ</b>
Date of birth	<b>14/02/1975</b>	Gender	<b>MALE</b>
Spouse’s date of birth	<b>02/01/1963</b>		
Dependent child’s date of birth			
Date of joining company	<b>04/03/2001</b>		
Date of joining scheme	<b>06/04/2001</b>		

**Earnings history for the scheme year ending 5 April**

<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>

**Contribution history**

Total member’s normal contributions	<b>£ 23,270.13</b>
Total member’s AVCs	<b>£</b>
Current value of AVCs	<b>£</b>
Single life AVC pension (per annum) payable immediately	<b>£</b>
Joint life AVC pension (per annum) payable immediately	<b>£</b>

**Pre 6 April 2006 pension accrued as at 5 April 2021**

CARE pension (per annum) £

**Post 5 April 2006 pension accrued as at 5 April 2021**

CARE pension (per annum) £

**Special circumstances / additional information**

Pre 6 April 2006 preserved pension (per annum) at date of first event £ **3,976.88**

Post 5 April 2006 preserved pension (per annum) at date of first event £ **2,452.14**

Lower of 5.0% / CPI from date of first event to date of second event is 31.5%.

Andrzej Sapkowski's current available Lifetime Allowance is 82.11%.





### **Contracting-out details at date of first event**

Pre 06/04/1988

GMP (per annum) £

Post 05/04/1988

GMP (per annum) £

### **Special circumstances / additional information**

Pension in payment at date of second event is £26,710.56 per annum, which is split as follows:

- Pre 6 April 1988 GMP (per annum) £ 233.48
- Post 5 April 1988 GMP (per annum) £ 1,515.80
- Excess pension over GMP (per annum) £ 24,961.28

Lower of 5.0% / RPI increases from date of first event to date of second event is 1.1%.

On retirement, Joanne Rowing commuted £15,877.20 per annum of pension in return for a tax-free cash sum of £196,242.19.

Joanne Rowing's current available Lifetime Allowance is 15.41%.



## Personal Retirement Account details

### Member's Current Unit Holdings

<b>Fund</b>	<b>Member's normal contributions</b>	<b>Employer's normal contributions</b>	<b>Member's AVCs</b>
	<b>Unit Holdings</b>	<b>Unit Holdings</b>	<b>Unit Holdings</b>
Global Equity Fund			
Index Linked Bond Fund			
Balanced Fund			
Corporate Bond Fund			
Cash Fund			
Lifestyle Fund	29,421.9210	47,075.0822	

### Investment Fund Unit Prices

<b>Fund</b>	<b>Current Unit Price (£)</b>
Global Equity Fund	5.826
Index Linked Bond Fund	1.555
Balanced Fund	4.998
Corporate Bond Fund	1.757
Cash Fund	1.169

### **Special circumstances / additional information**

Kazuo Ishiguro's current available Lifetime Allowance is 100.00%.