

XYZ Category B – (Answer)

DIR – (no special circumstances)

Name	Suzanna Holding	Lower of 5.0% or RPI (DOR to DOD)	=	9.6%
DOD	14/09/2024	Commuted pension at DOR	=	£3,185.60 pa
DOB	19/03/1952	Pension in payment at DOD	=	£13,222.87 pa
DJS	06/11/1997	Remaining 'LS&DBA'	=	£972,685.10
DOR	29/07/2022			
NPD	19/03/2017			
Age 75	19/03/2027			

1) Lump sum death benefit (LSDB)

Member's pension at DOD = £13,222.87 pa

Payments made from DOR to DOD:

01/08/2022 – 01/09/2024 = 26 payments made

Remaining payments (balance of 5 years to 01/07/2027 or, if earlier, capped to member's 75th birthday of 19/03/2027):

01/10/2024 – 01/03/2027 = 30 months (*capped*)

Balance of guarantee = £13,227.87 x 30 / 12 = **£33,069.68**

Total LSDB payable at Trustees' discretion = **£33,069.68**

'LS&DBA' Check = £33,069.68 v £972,685.10 = **OK**

2) Spouse's pension at DOD

Member's pension at DOD (used to derive spouse's pension) = £13,222.87 pa

Rev'd comm'd pension at DOD = £3,185.60 x 1.096 (= 9.6%) = £3,491.42 pa

Member's pre-commutation pension revalued to DOD = **£16,714.29 pa**

Spouse's pension = £16,714.29 x 50% = **£8,357.15 pa**