

Annex A – Notes on the current value of benefits at the date of the statement

This is the total current value of your pension benefits in this employment if you left the scheme at the date of the statement, and which would be paid at the deferred pension age as set out in the table below.

	FPS 2006 - standard	FPS 2015
Deferred pension age	65	State Pension age

Final salary pension

FPS 2006 (Standard members)

All members eligible for remedy

The current value of benefits for the final salary FPS 2006 is calculated based on service up to 31 March 2015. This is divided by an accrual rate, multiplied by your final pensionable pay. The table below shows the accrual rate that applies.

	FPS 2006 (Standard member)	FPS 2006 (Special member)
Accrual rate	1/60th	1/45 th

The example below shows how this is calculated.

Example A

FPS 2006 final salary current value

Jo was a member of FPS 2006 and joined the scheme on 29 September 2012.

Jo was born on 4 April 1985 and moved into FPS 2015 on 1 April 2015.

Jo is not eligible for remedy and has final salary pensionable service of 2 years 184 days (29 September 2012 to 31 March 2015), with average pensionable pay of £31,767.

Calculation

The deferred pension calculated at the statement date will be as follows.

$(£31,767 \div 60 \times 2 \text{ years } 184 \text{ days}) = \mathbf{£1,325.80}$

Career-average (CARE) pension – FPS 2015

The current value of your FPS 2015 pension is your closing balance at the date of this statement.

This is calculated using the closing balance from your last year's statement, adding the increase for revaluation, and adding the pension built up in the current scheme year.

Example C

1 April 2015 to 31 March 2016 - £40,000
 1 April 2016 to 31 March 2017 - £42,500
 1 April 2017 to 31 March 2018 - £50,000
 1 April 2018 to 31 March 2019 - £55,000
 1 April 2019 to 31 March 2020 - £64,000
 1 April 2020 to 31 March 2021 - £70,000
 1 April 2021 to 31 March 2022 - £72,500
 1 April 2022 to 31 March 2023 - £76,300
 1 April 2023 to 31 March 2024 - £80,115

Current value 2015 Scheme pension

Scheme year	Opening balance	Revaluation	In-year build-up	Closing balance
1 April 2015 to 31 March 2016	£0.00	£0.00	£670.02 (£40,000 x 1 ÷ 59.7)	£670.02
1 April 2016 to 31 March 2017	£670.02	at 2% £13.40	£711.89 (£42,500 x 1 ÷ 59.7)	£1,395.31
1 April 2017 to 31 March 2018	£1,395.31	at 2.6% £36.26	£837.52 (£50,000 x 1 ÷ 59.7)	£2,269.11
1 April 2018 to 31 March 2019	£2,269.11	at 3% £68.07	£921.27 (£55,000 x 1 ÷ 59.7)	£3,258.46
1 April 2019 to 31 March 2020	£3,258.46	at 2.8% £91.24	£1,072.03 (£64,000 x 1 ÷ 59.7)	£4,421.72
1 April 2020 to 31 March 2021	£4,421.72	at 4% £176.87	£1,172.53 (£70,000 x 1 ÷ 59.7)	£5,771.12

1 April 2021 to 31 March 2022	£5771.12	at 2.4% £138.51	£1,214.40 (£72,500 x 1 ÷ 59.7)	£7,124.03
1 April 2022 to 31 March 2023	£7,124.03	at 4.1% £292.09	£1,278.06 (£76,300 x 1 ÷ 59.7)	£8,694.18
1 April 2013 to 31 March 2024	£8,694.18	At 7.7% £669.45	£1,341.96 (£80,115 x 1 ÷ 59.7)	£10,036.14