



Pensions Act 2007

2007 CHAPTER 22

PART 1

STATE PENSION

Additional pension: simplification of accrual rates

10 Additional pension: removal of accrual band from 2010-11

- (1) Schedule 4A to the SSCBA (additional pension) is amended as follows.
- (2) In Part 2 (surplus earnings factor) in paragraph 2 (calculation of amount where there is a surplus in pensioner's earnings factor)—
 - (a) in sub-paragraph (4), after "2009" insert "where the tax year concerned falls before 2010-11";
 - (b) after sub-paragraph (4) insert—

“(4A) The appropriate table for persons attaining pensionable age on or after 6th April 2009 where the tax year concerned is 2010-11 or a subsequent tax year is as follows—

TABLE 2A

	<i>Amount of surplus</i>	<i>Percentage</i>
Band 1	Not exceeding LET	40
Band 2	Exceeding LET but not exceeding AUEL	10”;

- (c) in sub-paragraph (6) (interpretation) after paragraph (c) insert—
 - (d) “AUEL” means the amount equal to the upper earnings limit for the tax year concerned multiplied by 52.”
- (3) In Part 3 (contracted-out employment) in paragraph 5 (calculation of amount A)—

Status: This is the original version (as it was originally enacted).

- (a) in sub-paragraph (4), after “2009” insert “where the tax year concerned falls before 2010-11”;
- (b) after sub-paragraph (4) insert—
- “(4A) The appropriate table for persons attaining pensionable age on or after 6th April 2009 where the tax year concerned is 2010-11 or a subsequent tax year is as follows—

TABLE 4A

	<i>Amount of surplus</i>	<i>Percentage</i>
Band 1	Not exceeding LET	40
Band 2	Exceeding LET but not exceeding AUDEL	10”.

- (4) In paragraph 7 (calculation of amount B second case)—
- (a) in sub-paragraph (4), after “2009” insert “where the tax year concerned falls before 2010-11”;
- (b) after sub-paragraph (4) insert—
- “(4A) The appropriate table for persons attaining pensionable age on or after 6th April 2009 where the tax year concerned is 2010-11 or a subsequent tax year is as follows—

TABLE 6A

	<i>Amount of surplus</i>	<i>Percentage</i>
Band 1	Not exceeding LET	40
Band 2	Exceeding LET but not exceeding AUDEL	10”.

- (5) In paragraph 8, in sub-paragraph (4) (interpretation) after paragraph (c) insert—
- “(d) “AUDEL” means the amount equal to the upper earnings limit for the tax year concerned multiplied by 52.”
- (6) For the heading for that Schedule substitute “Additional pension: accrual rates for purposes of section 45(2)(c)”.