
STATUTORY INSTRUMENTS

2015 No. 372

**The Public Service (Civil Servants and Others) Pensions
(Consequential and Amendment) Regulations 2015**

PART 4

Modification of tax regime

Annual allowance charge

15.—(1) This regulation applies to a person (P) who—

- (a) is a member of the old scheme whether by virtue of pensionable service for that scheme or deemed transfer scheme service under paragraph 2 of Schedule 7 to the 2013 Act;
- (b) is a member of the new scheme by virtue of pensionable service for the new scheme; and
- (c) becomes entitled to payment of an ill-health pension under paragraph 29 of Schedule 2 to the Public Service (Civil Servants and Others) Pensions Regulations 2014.

(2) Section 234 of the Finance Act 2004⁽¹⁾ (defined benefits arrangements) is modified in its application to P as specified in paragraph (3).

(3) When calculating the closing value of P's rights under the new scheme for the pension input period during which P becomes entitled to payment of an ill-health pension, the element of the pension which is the amount of lower tier earned pension that represents pensionable service for the old scheme is not to be counted as being part of the closing value.

⁽¹⁾ Section 234 was amended by section 66 of, and paragraphs 1, 10 and 27 of Schedule 17 to, the Finance Act 2011 (c.11).