

## SCHEDULE 2

### Scheme flexibilities

## PART 2

### Additional pension election

#### CHAPTER 4

#### Additional pension contributions by monthly payments

#### **Application of Chapter**

- 14.** This Chapter applies to a member (P)—
- (a) in respect of whom an additional pension election is accepted; and
  - (b) whose notice of election states that contributions are to be paid by monthly payments.

#### **Payment of contributions**

- 15.—**(1) P must—
- (a) make the first monthly payment within 2 months after the end of the month in which the additional pension election is accepted; and
  - (b) continue to make the monthly payments until the end of the contributions payment period.
- (2) The final monthly payment must be made before P reaches normal pension age.
- (3) If the scheme manager re-determines the amount of the monthly payment during the contributions payment period, P must pay the re-determined amount from the beginning of the next financial year.
- (4) P is taken to revoke an additional pension election if—
- (a) a monthly payment is missed; and
  - (b) the payment is not made within 3 months after P receives a written demand from the scheme manager.

#### **Member leaves all pensionable service before end of contributions payment period**

- 16.—**(1) This paragraph applies if P leaves all pensionable service before the end of the contributions payment period.
- (2) If this paragraph applies—
- (a) monthly payments for additional pension cease to be payable at the end of the period of one month beginning with the last day of pensionable service (“the one-month period”); and
  - (b) the amount of accrued additional pension as at the last day of pensionable service is an amount determined by the scheme manager.
- (3) This paragraph does not apply if, within 2 months after the last day of pensionable service, P pays the scheme manager a lump sum of an amount determined by the scheme manager.
- (4) For the purpose of this paragraph, P is not taken to have left all pensionable service if—
- (a) during the one-month period, P begins a period of non-pensionable sick leave; and
  - (b) during the period of non-pensionable sick leave, an ill-health pension becomes payable to P.

*Status: This is the original version (as it was originally made). This item of legislation is currently only available in its original format.*

**Retirement pension (other than ill health pension) becomes payable before end of contributions payment period**

17.—(1) This paragraph applies if any of the following retirement pensions becomes payable to a member (P) before the end of the contributions payment period—

- (a) an age retirement pension;
- (b) a phased retirement pension (if P has elected to receive additional pension with it);
- (c) a premature retirement pension;
- (d) an early retirement pension.

(2) If this paragraph applies—

- (a) monthly payments for additional pension cease to be payable on the entitlement day for that pension; and
- (b) the amount of accrued additional pension as at the relevant last day is an amount determined by the scheme manager.